

**TOWN OF ALTA**

**RESOLUTION NO. 2023-R-24**

**A RESOLUTION TO REPAY WATER FUND DEBT TO THE GENERAL FUND**

**WHEREAS**, the Town of Alta established the Water Fund as a separate enterprise fund to account for and be responsible for managing water related operations and expenses; and

**WHEREAS**, the Water Fund has incurred a debt of \$368,370 to the General Fund due to many years of not balancing due to and due from amounts; and

**WHEREAS**, the Town Council recognizes the importance of maintaining the financial stability and integrity of both the Water Fund and the General Fund to ensure the continued provision of essential services to residents; and

**WHEREAS**, the Town Council is committed to transparent and accountable financial practices, and deems it necessary to formalize the process of addressing and repaying inter-fund debts; and

**WHEREAS**, a review of the Water Fund's financial condition has been conducted, taking into consideration projected revenues, expenditures, and the feasibility of implementing measures to address the outstanding debt; and

**WHEREAS**, acknowledging the debt and outlining a plan compliant with Utah Code (UCA 10-5-120) for repayment is essential to maintaining the trust and confidence of residents and other stakeholders in the fiscal responsibility of the Town; and

**WHEREAS**, the Town Council has consulted with financial advisors, reviewed available options, and considered the long-term financial impact on both the Water Fund and the General Fund; and

**WHEREAS**, water users are the appropriate source of funds to repay debt, address operational costs, save for infrastructure replacement, and encourage the conservation of water.

**NOW, THEREFORE, BE IT RESOLVED** that the Town Council hereby approves a plan for the repayment of the Water Fund debt to the General Fund and authorizes the Town Clerk to implement and oversee the agreed-upon repayment schedule.

Section 1. Repay the \$368,370 in debt interest free, in full from the Water Fund to the General Fund over the course of no more than 12 years (minimum of \$30,697.50 per year) starting with the FY2024 Budgets.

Section 2. Effective Date: This Resolution shall become effective on December 13, 2023.

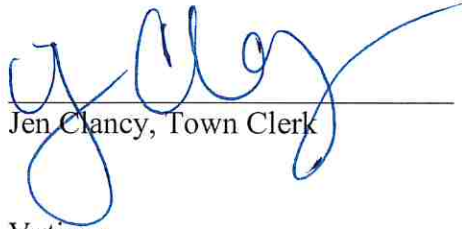
**ADOPTED BY THE TOWN COUNCIL THIS 13<sup>th</sup> DAY OF DECEMBER, 2023.**

BY:



Mayor Roger Bourke

ATTEST:



Jen Clancy, Town Clerk

Voting:

Mayor Roger Bourke

Yes

Councilmember Carolyn Anctil

Yes

Councilmember John Byrne

Yes

Councilmember Sheridan Davis

Yes

Councilmember Elise Morgan

Yes