

RESOLUTION NO 1038

RESOLUTION OF THE BOARD OF PUBLIC UTILITIES RECOMMENDING THAT THE CITY COUNCIL REVISE COUNCIL POLICY 000-57, UTILITY RESERVES FUND

WHEREAS, adequate levels of reserves are critical to the successful and stable operation of the water, local wastewater and Subregional enterprises; and

WHEREAS, maintaining adequate reserves contributes to rate stabilization from year to year for customers and provides assurance that the utility can respond to short-term emergencies; and

WHEREAS, adequate reserves directly affect a utility's bond ratings and ultimately its ability to borrow money at affordable interest rates; and

WHEREAS, the Council Policy 000-57 Utility Reserve Funds sets forth intended uses of the various reserves and the desired level of both discretionary reserves and designated or restricted reserves.

WHEREAS, the Board of Public Utilities has considered the City of Santa Rosa Utilities Department and Santa Rosa Subregional Water Reuse System Reserve Policy dated May, 2006 (Reserve Policy).

NOW, THEREFORE, BE IT RESOLVED that the Board of Public Utilities recommends that the Santa Rosa City Council revise Council Policy No. 000-57, Utility Reserves Fund, as set forth in the attached Exhibit "A."

DULY AND REGULARLY ADOPTED by the City of Santa Rosa Board of Public Utilities this 20th day of December, 2012.

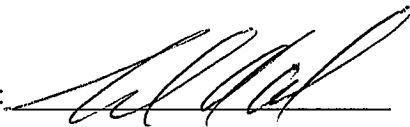
AYES: (6 ) DOWD, GALE, GALVIN, LOWRY, MEECHAN AND SWINTH

NOES: (0)

ABSENT: (1) CARNEY

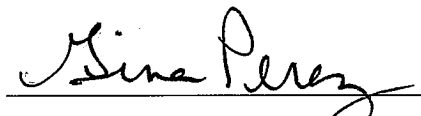
ABSTAIN: (0)

APPROVED:



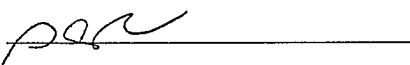
Chairman Richard Dowd

ATTEST:



Gina Perez, Recording Secretary

APPROVED AS TO FORM:

  
City Attorney