

Amendment 8 Version 1 to CB 120705 - 2023 Year-End Supplemental ORD

Sponsor: Chair Mosqueda

Create a New Unlimited Tax General Obligation Budget Control Level and Increase Appropriation

by \$210,000 in FAS

Effect: This amendment creates a new Debt Issuance Cost – Unlimited Tax General Obligation (UTGO) Budget Control Level (BCL) and increases appropriation by \$210,000 for debt issuance costs in the Department of Finance and Administrative Services (FAS).

In 2023, the City refunded the outstanding 2013 UTGO bonds, and as part of that transaction, costs of issuance were incurred. The City Treasury does not currently have a budget control level in place to recognize those costs. A budget control level is needed in order to account for the costs of issuance for UTGO bonds, both in relation to the 2023 refunding of 2013 UTGO bonds, and for future transactions relating to UTGO bonds. The costs of issuance are paid at the time of the transaction using the proceeds from the bond issuance.

Amend Section 2 of CB 120705 as follows, renumber subsequent item numbers, and recalculate the total as needed.

Section 2. In order to pay for necessary costs and expenses incurred or to be incurred in 2023, but for which insufficient appropriations were made due to causes that could not reasonably have been foreseen at the time of making the 2023 Budget, appropriations for the following items in the 2023 Budget are increased from the funds shown, as follows:

Item	Department	Fund	Budget Summary Level/ BCL Code	Amount
2.1	Department of Finance and Administrative Services	Finance and Administrative Services Fund (50300)	Facilities Services (50300-BO-FA-FACILITY)	\$2,000,000

<u>2.41</u>	<u>Department of Finance and Administrative Services</u>	<u>UTGO Bond Interest and Redemption Fund (20140)</u>	<u>Debt Issuance Cost – UTGO (FAS-BO-FA-DEBTISS-U)</u>	<u>\$210,000</u>
Total				\$296,940,225 \$296,730,225

Add a new Section 11 to CB 120705 as follows and renumber subsequent sections as appropriate:

Section 11. The 2023 Adopted Budget is amended with the creation of a new Debt

Issuance Cost – UTGO budget control level as follows:

<u>Item</u>	<u>Fund</u>	<u>Department</u>	<u>Budget Summary Level/ BCL Code</u>	<u>Budget Summary Level Purpose</u>
11.1	UTGO Bond Interest and Redemption Fund (20140)	Department of Finance and Administrative Services	Debt Issuance Cost – UTGO (FAS-BO-FA-DEBTISS-U)	The purpose of the Debt Issuance Cost – UTGO Budget Summary Level is to pay debt issuance costs related to Multipurpose Unlimited Tax General Obligation (UTGO) Debt Issuance.