

Sewage Treatment Plant Connection Fee Fund

Fund 539

PURPOSE OF THE FUND:

The Sewage Treatment Plant Connection Fee Fund accounts for revenues from new residential, commercial and industrial connections to the San José /Santa Clara Water Pollution Control Plant. These revenues are used to pay San José's share of the costs of the acquisition, construction, reconstruction or enlargement of the Water Pollution Control Plant, including principal and interest on any bonds or state or federal loans. Connection fees may not be used to fund equipment and other capital assets that need to be replaced as part of the normal operating and maintenance expenses of the Plant.

AUTHORITY FOR THE FUND:

San José Municipal Code sections 15.16.720 through 15.16.850. Revenue and expenditure estimates are budgeted via Council funding sources resolution and appropriation ordinance, respectively.

SOURCE OF FUNDS:

- Revenue from Sewage Treatment Plant Connection fees
- Interest earnings

FUND RESTRICTIONS:

Funding in this fund may be used only to effectuate an authorized expenditure, or for a Council approved loan meeting if the criteria set forth in Government Code §66013 is met. Interest earned on the fund must accrue to the fund. Loans made from the fund must provide for a reasonable rate of return to the fund.

Fee increases and changes to the usage of funds related to capacity charges in the Sewage Treatment Plant Connection Fee Fund are subject to Government Code §66013.

LEAD RESPONSIBILITY:

Environmental Services Department

FINANCIAL INFORMATION AND LOCATION:

Comprehensive Annual Financial Report (CAFR) Designation:

Proprietary Fund-Enterprise

Budget Location:

Adopted Operating Budget

Funding Sources Resolution and Appropriation Ordinance Location:

Section 3.03