

Sewer Service and Use Charge Capital Improvement Fund

Fund 545

PURPOSE OF THE FUND:

The purpose of the Sewer Service and Use Charge Capital Improvement Fund is to account for Sewer Service and Use Charge Fees and joint participation revenue for the construction, rehabilitation, and maintenance of the sewage treatment system of the City of San José.

AUTHORITY FOR THE FUND:

San José Municipal Code sections 15.12.640 and 15.12.450. Revenue and expenditure estimates are budgeted via Council funding sources resolution and appropriation ordinance, respectively.

SOURCE OF FUNDS:

- Fees paid by residents and businesses to the City for services and facilities furnished by the City in connection with its sewage collection and treatment system to or for each premises which is benefited directly or indirectly. The revenue is deposited in the Sewer Service and Use Charge Fund (Fund 541) and transferred into this fund annually.
- Interest earnings
- Joint participation revenues

FUND RESTRICTIONS:

Fee increases and changes to the usage of Sewer Service and Use Charge revenue that is deposited to this fund are subject to Proposition 218 requirements.

All moneys, including interest earnings, should be used only for the acquisition, construction, reconstruction and maintenance and operation of the sanitary sewer system of the City of San José, to repay principal and interest on any bonds or to repay federal or state loans or advances made to the City for the construction or reconstruction of sanitary sewerage facilities; provided no such revenue be used for the acquisition or construction of new local street sewers or laterals as distinguished from main trunk interceptor and outfall sewers.

LEAD RESPONSIBILITY:

Department of Public Works

**Sewer Service and Use Charge Capital
Improvement Fund**

Fund 545

FINANCIAL INFORMATION AND LOCATION:

Comprehensive Annual Financial Report (CAFR) Designation:

Proprietary Fund-Enterprise

Budget Location:

Adopted Capital Budget and Capital Improvement Program (Sanitary Sewer System Capital Program)

Funding Sources Resolution and Appropriation Ordinance Location:

Section 4.02