



District
Manager
Melissa Morton

July 13, 2021

BOARD COMMUNICATION

Consent Item No. 4B

TO: THE HONORABLE PRESIDENT AND BOARD OF DIRECTORS

FROM: MELISSA MORTON, DISTRICT MANAGER
JEFF TUCKER, DIRECTOR OF FINANCE/TREASURER

SUBJECT: ACCEPT FINANCING CORPORATION ACTIVITY REPORT

BACKGROUND AND DISCUSSION

The Vallejo Flood and Wastewater District Financing Corporation (VFWDFC) is a non-profit, public benefit corporation established to assist the Vallejo Flood and Wastewater District (the District) with issuing and administering tax-exempt municipal debt to finance capital projects. Pursuant to the 1993 Certificates of Participation (COPs) Installment Purchase Agreement which was approved by the Board of Trustees of the District at time of debt issuance, the District is responsible for debt service payments.

The District made its last debt service payment under the 1993 COPs in Fiscal Year 2020. With this final debt service payment, the District's obligations to the VFWDFC have been met in full, and the 1993 Certificates of Participation have been defeased.

New debt is being evaluated as part of the Ten-Year Capital Improvement Plan and 10-Year Financial Forecast, which may necessitate the need for the VFWDFC. Therefore, it is prudent to continue the existence and operation of the VFWDFC into the foreseeable future.

RECOMMENDATION

Approve and accept the report as presented.

ALTERNATIVES CONSIDERED

None.

ENVIRONMENTAL REVIEW

This is not a project under CEQA and no environmental review is required.

FISCAL IMPACT

None.

PROPOSED ACTION

Adopt a resolution to accept the VFWD Financing Corporation Activity Report as submitted.

DOCUMENTS ATTACHED

A. Resolution

CONTACT PERSON

Jeff Tucker, VFWD Director of Finance/Treasurer, (707) 652-7802