Tony Kilduff
LEG Transfer Funds to RSA ORD v1
January 14, 2014
Version #1a

CITY OF SEATTLE

ORDINANCE _____

COUNCIL BILL 118030

AN ORDINANCE relating to the City Light Department, directing the transfer of certain funds in the Light Fund into the Rate Stabilization Account in 2013.

WHEREAS, the City established the Rate Stabilization Account within the Light Fund and funded it at $100 million to moderate the impact of shortfalls in net wholesale revenue on the City Light Department's ("City Light") operations and customers; and

WHEREAS, the Council would like to ensure that the Account is funded at a level that significantly reduces the likelihood of rate surcharges authorized by SMC 21.49.086, in the event that wholesale revenue is less than that assumed in the 2014 Budget; and

WHEREAS, City Light anticipates ending 2013 with an operating cash balance that significantly exceeds it requirements for debt service coverage of 1.80 in 2013; NOW, THEREFORE,

BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:

Section 1. By December 31, 2013, City Light shall transfer into the Rate Stabilization Account the lesser of $8,000,000 or the amount of cash available in the Light Fund for debt service coverage that is in excess of 1.80 times the 2013 debt service.

Section 2. Any act taken pursuant to the authority of this ordinance and prior to its effective date is hereby ratified and confirmed.

Section 3. This ordinance shall take effect and be in force 30 days after its approval by the Mayor, but if not approved and returned by the Mayor within ten days after presentation, it shall take effect as provided by Seattle Municipal Code Section 1.04.020.

Passed by the City Council the ____ day of _____, 2014, and signed by me in open session in authentication of its passage this

_____ day of _____, 2014.

_____

President _____of the City Council

Approved by me this ____ day of _____, 2014.

_____

Edward B. Murray, Mayor

Filed by me this ____ day of _____, 2014.

_____

Monica Martinez Simmons, City Clerk

(Seal)