



## Legislation Details (With Text)

**File #:** ID#17-3598    **Version:** 1    **Name:** Dividend to the City General Fund FY 16/17.  
**Type:** Report    **Status:** Filed  
**File created:** 5/30/2017    **In control:** Gas System  
**On agenda:** 6/12/2017    **Final action:** 6/12/2017  
**Title:** Report on the Clearwater Gas System (CGS) Fiscal Year 16/17 Dividend to the City General Fund. (WSO)

**Sponsors:**

**Indexes:**

**Code sections:**

**Attachments:** 1. 06-12-2017 CGS Warrington Annual Dividend Presentation.pdf

Date	Ver.	Action By	Action	Result
6/12/2017	1	Council Work Session		

**SUBJECT/RECOMMENDATION:**

Report on the Clearwater Gas System (CGS) Fiscal Year 16/17 Dividend to the City General Fund. (WSO)

**SUMMARY:**

By City Council policy, CGS pays an Annual Dividend equal to 50% of the prior year's net income (less bond interest earnings), but no less than \$1,700,000 to the City's General Fund. After the city books close for the year, the Gas System calculates the Annual Adjusted Dividend payment to return ½ of its annual Net Income less debt service interest as a Dividend to the City in the following year. CGS' financial performance for Fiscal Year 15/16 exceeded our plan; therefore, CGS will actually pay a Fiscal Year 16/17 Dividend of \$3,570,795, an increase of \$1,170,795 above the \$2,400,000 budgeted for Fiscal Year 16/17. This is \$1,870,795 above the minimum annual dividend payment to the City.

**APPROPRIATION CODE AND AMOUNT: N/A**

**USE OF RESERVE FUNDS: N/A**