



Legislation Details (With Text)

File #:	ID#18-4621	Version:	1	Name:	Report on the Clearwater Gas System (CGS) Fiscal Year 17/18 Dividend to the City General Fund.
Type:	Action Item	Status:		Status:	Filed
File created:	5/21/2018	In control:		In control:	Gas System
On agenda:	6/4/2018	Final action:		Final action:	6/4/2018
Title:	Clearwater Gas System (CGS) Fiscal Year 17/18 Dividend to the City General Fund Report (WSO)				
Sponsors:					
Indexes:					
Code sections:					
Attachments:	1. CGS Warrington Annual Dividend Presentation 6_4_2018.pdf				

Date	Ver.	Action By	Action	Result
6/4/2018	1	Council Work Session		

SUBJECT/RECOMMENDATION:

Clearwater Gas System (CGS) Fiscal Year 17/18 Dividend to the City General Fund Report (WSO)

SUMMARY:

By City Council policy, CGS commits to pay an Annual Dividend of at minimum \$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 $\frac{1}{2}$ 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 16/17 exceeded our plan; therefore, CGS will actually pay a Fiscal Year 17/18 Dividend of \$2,698,521, an increase of \$998,521 above the minimum annual dividend payment to the City, which is an increase of \$298,521 above the original Fiscal Year 17/18 budget of \$2,400,000.

APPROPRIATION CODE AND AMOUNT: N/A

USE OF RESERVE FUNDS: N/A