



Close the Water Desalination Trust Fund and Transfer Balance to Unrestricted Reserves

Finance & Insurance Committee
Item 8-1

November 4, 2019

Water Desalination Trust Fund Background

- 1996 - After sale of the Bolsa Chica Site, a Trust Fund was designated by the Board to hold the proceeds, plus accrued interests for future desalination facilities.
- 2019 - The Board approved the sale of the remaining property at Ormond Beach in April; the property was sold in September.
- As of September 30, 2019, the Water Desalination Trust Fund had a balance of \$21,640,405.

Board Options

- Option #1

- Close the Water Desalination Trust Fund and transfer the balance of \$21.6 million at Sep 30, 2019, plus accrued interest thereon to unrestricted reserves.

- Option #2

- Keep the balance in the Water Desalination Trust Fund and direct the General Manager on the proposed usage of the funds.

Staff Recommendation

- Option #1
 - Close the Water Desalination Trust Fund and transfer the balance of \$21.6 million at September 30, 2019, plus accrued interest thereon to unrestricted reserves

