G E N E R A L
F A C T S H E E T

BRIEF TITLE	APPROVAL DEADLINE	REASON
Deferral & Amortization of 2008	04/20/09	Approval required pursuant to Financial
Sheldon Station Capital Costs		Accounting Standard (FAS) 71

DETAILS

Reason for Legislation

After completing its 2008 budget, LES received a revised budget from Nebraska Public Power District that was approximately $9.7 million greater than the costs included in the 2008 LES budget. In order to mitigate the impact on rates, LES management made a decision to defer the $9.7 million difference and amortize the expense over a five-year period treating the expense as a deferred capital asset rather than as an operating expense. LES' auditor, Virchow Krause. indicates that Financial Accounting Standard (FAS) 71 requires that LES' rate-setting body approve capital treatment and amortization of this cost including the plan for recovering such costs through future rates.

Discussion (Including Relationship to other Council Actions)

POSITIONS/RECOMMENDATIONS

Sponsor	
Programs, Departments, or Groups Affected	
Applicants/ Proponents	Applicant City Department Other
Opponents	Groups or Individuals Basis of Opposition
Staff Recommendation	☐ For ☐ Against Reason Against
Board or Commission Recommendation	BY ☐ For ☐ Against ☐ No Action Taken ☐ For with revisions or conditions (See Details column for conditions)
CITY COUNCIL ACTIONS (FOR COUNCIL USE ONLY)	☐ PASS ☐ PASS (AS AMENDED) ☐ COUNCIL SUB. ☐ WITHOUT RECOMMENDATION ☐ HOLD ☐ DO NOT PASS

| DETAILS | POLICY / PROGRAM IMPACT |

DETAILS

POLICY / PROGRAM IMPACT

POLICY OR PROGRAM CHANGE	☐ NO ☐ YES

OPERATIONAL IMPACT ASSESSMENT	

FINANCES

COST AND REVENUE PROJECTIONS	COST of total project $ _____ COST of this ordinance/resolution $ _____ RELATED annual operating cost $ _____ INCREASED REVENUE EXPECTED / YEAR $ _____

SOURCE OF FUNDS	CITY _____ $_____ %____ _____ $_____ %____ _____ $_____ %____ _____ $_____ %____ NON CITY _____ $_____ %____ _____ $_____ %____ _____ $_____ %____ _____ $_____ %____

BENEFIT COST /

☐ Front Foot
☐ Square Foot

$ _____

Average Assessment

$ _____

(Use This Space For Further Discussion, If Necessary)

APPLICABLE DATES:

FACT SHEET PREPARED BY:

REVIEWED BY:

REFERENCE NUMBERS: