

BUFFALO FISCAL STABILITY AUTHORITY

RESOLUTION NO. 04-90

MODIFICATION TO THE 2004-2005 FINANCIAL PLAN TO INTERCEPT \$15.6 MILLION IN UNRESTRICTED STATE AID FOR BFSA DEBT SERVICE

WHEREAS, on August 31, 2004 the Mayor of the City of Buffalo submitted a request for BFSA approval for a modification to the 2004-2005 Four-Year Financial Plan, and

WHEREAS, the modification that the Mayor requests is for BFSA to intercept spin-up aid in the amount of \$15.6 million authorized by the State Legislature and divert it to BFSA debt service and operational expenses, and

WHEREAS, the 2004-2005 Four-Year Financial Plan needs funds to cover the debt service on the recent deficit borrowing by BFSA on behalf of the City, in the amount of \$ 3.5 million each year of the financial plan, as well as to cover operating expenses of BFSA of approximately \$1.2 million each year of the financial plan, and

WHEREAS, approving this request would serve to modify the Plan, the BFS still requires a formal direction by the City to utilize these funds beyond the first month of their capture, and

NOW THEREFORE BE IT RESOLVED THAT, the BFSA approves the modification of the 2004-2005 Four-Year Financial Plan to utilize \$15.6 million in unrestricted aid to cover BFSA debt service and operational expenses in 2004-2005, and

BE IT FURTHER RESOLVED THAT, the City of Buffalo present to the Buffalo Fiscal Stability Authority a formal request to retain and deposit the \$15.6 million in unrestricted aid for the purposes directed by the City.

This resolution shall take effect immediately.

Approved September 8, 2004

/S/ Richard Tobe
Secretary