



City Council Meeting

Item Number: 32
Meeting Date: April 27, 2021
To: City Council / City Manager
From: Mark Mason, Director
Subject: Discussion and consideration of all matters incident and related to approving and authorizing publication of notice of intention to issue certificates of obligation, including the adoption of a resolution pertaining thereto (FINANCE)

Purpose:

Approval of a resolution to authorize the publication of a notice of intention to issue certificates of obligation in an amount not to exceed \$55 million for the purpose of financing the construction of the sewer facilities for the North East Utilities expansion in the amount of \$30 million and improving parks and recreation facilities in an amount of \$25 million.

Recommended City Council Action:

Approve

Fiscal Impact:

Total issuance size for the certificates of obligation bonds is an amount not to exceed \$55 million with an expected debt service from net revenues of the water and sewer utility system of approximately \$1.93 million per year for 20 years and an expected debt service from the ad valorem taxes of approximately \$1.61 million per year for 20 years.

Discussion:

On November 17, 2020, the City Council approved Resolution 2020-179 Reimbursement resolution in the amount of \$60 million for the purpose of reimbursing the City for any expenditures undertaken for the design and engineering associated with the sewer facilities for the Northeast Utility Expansion and certain parks and recreation improvements such as the Implementation of the Parks & Recreation Master Plan, replacing irrigation and turf at four parks facilities, and converting two turf fields to artificial turf. The expected break down for

both projects is \$30 million of the North East Utilities and \$25 million for the three parks projects representing \$10 million for Implementation of the Parks & Recreation Master Plan, \$13 million for the turf and irrigation pilot project at four parks and \$2 million of the conversion of two turf fields to artificial turf.



City Manager's Office