

CITY COUNCIL MEMORANDUM

FROM: The Office of the City Manager **DATE:** March 27, 2017

SUBJECT: Consider Resolution No. 2017-017, approving and authorizing publication of Notice of Intention to Issue Certificates of Obligation

PRESENTER: Mark Mills, Finance Director

SUMMARY:

The Fiscal Year 2016/2017 Budget includes certain projects to be financed with Certificates of Obligation (CO's). The proposed sale will occur on May 8, 2017 and result in project proceeds of approximately \$7,815,000. As part of the legal requirements for the planned issuance of CO's, the City Council must authorize the City Secretary to publish, in a newspaper of general circulation, the notice of intent of the City to issue Certificates of Obligation in an amount not to exceed \$7,960,000.

GENERAL DESCRIPTION:

The estimated funds for the 2017 CO Projects and associated cost estimates are as follows:

<u>\$2,000,000</u>	<u>Preventive Street Maintenance</u>
\$2,000,000	Total Street Projects
<u>\$3,900,000</u>	<u>Northfield Park Redevelopment</u>
\$3,900,000	Total Park and Recreation Projects
\$680,000	Aerial Fire Apparatus
\$710,000	Aerial Fire Apparatus
\$525,000	Fire Engine
<u>\$1,915,000</u>	<u>Total Major Capital Equipment Projects</u>
\$7,815,000	Total Project Proceeds
<u>\$145,000</u>	<u>Estimated Cost of Issuance</u>
<u>\$7,960,000</u>	<u>Total</u>



The notice of intent to issue CO's must be published once a week for two consecutive weeks. The first publication date shall be at least thirty-one (31) days prior to the date stated therein for the passage of the ordinance authorizing the issuance of the CO's. The notice of intention is attached and labeled Exhibit A.

The proposed calendar for the bond sale is as follows:

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|---------------------------------------|---|
| • March 30 th (or earlier) | City to publish 1 st Notice of Intent in Star Telegram |
| • April 6 th (or earlier) | City to publish 2 nd Notice of Intent in Star Telegram |
| • Week of April 3 rd | Rating Agency Meetings |
| • April 21 st | Receive Ratings from Agencies |
| • April 27 th | Distribute NRH Official Statements for CO Sale |
| • May 8 th | City Council Adopts Ordinance Authorizing COs |
| • June 1 st (Projected) | Accept Delivery of CO Proceeds for Projects |

RECOMMENDATION:

Approve Resolution No. 2017-017, approving and authorizing publication of Notice of Intention to Issue Certificates of Obligation in an amount not to exceed \$7,960,000