



CITY COUNCIL MEMORANDUM

FROM: The Office of the City Manager **DATE:** October 2, 2017

SUBJECT: Consider Reimbursement Resolution No. 2017-039 for the Fiscal Year 2017/2018 Capital Improvement Program and associated equipment and services in an amount not to exceed \$6,690,000

PRESENTER: Mark Mills, Finance Director

SUMMARY:

The 2017/2018 Capital Projects Budget includes items to be funded with general obligation bonds and certificates of obligation. The City Council is requested to consider approval of a reimbursement resolution. Approving a reimbursement resolution for these items allows the bidding and awarding of contracts before receipt of the bond proceeds.

GENERAL DESCRIPTION:

In order to reimburse expenditures with the proceeds of future debt, a resolution must be approved authorizing such reimbursement. The Council last approved a similar resolution in November 2016. The reimbursement resolution itself does not authorize the issuance of bonds; it only stipulates that any expenses made before the bond sale may be reimbursed with bond proceeds. Any interim funding required will be appropriated from existing reserves and will be repaid upon receipt of the bond proceeds. A Spring 2018 bond sale, or earlier, is anticipated.

Nine (9) capital projects utilizing either General Obligation Bonds ("GO's") or Certificates of Obligation ("CO's") as a funding source have been identified for Fiscal Year 2017/2018. The total amount of debt for these projects, including issuance cost, is estimated at \$6,690,000.

The reimbursement resolution prepared for Council approval includes the projects and equipment contained in the following table:



<i>Project Type</i>	<i>Debt Type</i>	<i>Project Number</i>	<i>Project Title</i>	<i>Amount</i>
Street	GO	ST0401	Davis Blvd / Mid-Cities Blvd Intersection	\$550,000
Public Works	CO	PW1602	Meadow Lakes Drive & Rufe Snow Drive Intersection	\$1,315,000 *
Utility	CO	UT1607	Walker Branch Interceptor	\$2,200,000
Utility	CO	UT1801	Assess and Repair 16-inch Water Transmission Line	\$500,000
Utility	CO	UT1802	Misc. Water/Sewer Main Replacement	\$420,000
Utility	CO	UT1803	Small Water Main Replacements	\$420,000
Aquatic	CO	WP1802	Main Filtration Replacement	\$600,000
Fleet	CO	FS1801	Ambulance Replacement	\$295,000
Fleet	CO	FS1802	Bucket Truck	\$220,000
Estimated Issuance Cost				\$170,000
Total				\$6,690,000

* - Amount includes \$1 million authorized by reimbursement resolution dated May 9, 2016

RECOMMENDATION:

Approve Reimbursement Resolution No. 2017-039 for the Fiscal Year 2017/2018 Capital Improvement Program and associated equipment and services in an amount not to exceed \$6,690,000.