



## CITY COUNCIL MEMORANDUM

**FROM:** The Office of the City Manager    **DATE:** April 8, 2019

**SUBJECT:** Consider Reimbursement Resolution No. 2019-019 for a Fiscal Year 2018/2019 Capital Improvement Program amendment for golf course improvements, associated equipment and services in an amount not to exceed \$3,385,000.

**PRESENTER:** Mark Mills, Director of Finance

### **SUMMARY:**

The 2018/2019 Capital Projects Budget was amended to include a capital project for improvements at Iron Horse Golf Course, funded through the future issuance of debt. The City Council is requested to consider approval of a reimbursement resolution. Approving a reimbursement resolution for these items allows the City to pay itself back for expenses incurred prior to the receipt of 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 October 2018. The reimbursement resolution itself does not authorize the issuance of the debt; it only stipulates that any expenses made before the sale may be reimbursed with the debt's proceeds. Any interim funding required will be appropriated from existing reserves and will be repaid upon receipt of the proceeds. A bond sale is anticipated in Fall 2019 or Spring 2020.

The total amount of debt for this project, including issuance cost, is estimated at \$3,385,000. The reimbursement resolution prepared for Council approval includes the project contained in the following table:

DEBT TYPE	PROJECT TYPE	PROJECT NUMBER	PROJECT DESCRIPTION	AMOUNT
CO	Golf Course	GC1901	Iron Horse Golf Course Improvements and Equipment	\$3,285,000
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TOTAL				\$3,385,000

<sup>(1)</sup> Inclusive of Cost of Issuance, Underwriter's Discount, Additional Proceeds, and other associated costs.



**RECOMMENDATION:**

Approve Reimbursement Resolution No. 2019-019 for a Fiscal Year 2018/2019 Capital Improvement Program amendment for Iron Horse Golf Course improvements, associated equipment and services in an amount not to exceed \$3,385,000.