

**CITY COUNCIL  
COMMUNICATION:**

**03-124**

**AGENDA:**

MARCH 10, 2003

**SUBJECT:**

SETTING DATE OF  
HEARING FOR  
ADDITIONAL AIRPORT  
COMMERCIAL PAPER

**TYPE:**

**RESOLUTION**  
ORDINANCE  
RECEIVE/FILE

**SUBMITTED BY:**

MERRILL R. STANLEY  
FINANCE DIRECTOR

WILLIAM F.  
FLANNERY  
AVIATION DIRECTOR

**ITEM \_\_\_\_\_**

**OFFICE OF THE CITY MANAGER  
CITY OF DES MOINES, IOWA**

**SYNOPSIS —**

Setting the date for public hearing on April 7, 2003 for the issuance of additional Airport Commercial Paper in an aggregate amount not to exceed \$7,000,000. This will begin the process of borrowing from the capital markets to pay for various improvements to the airfield.

**FISCAL IMPACT —**

The City pledges that annual debt service will be paid from Airport revenues. This is a revenue-backed issue—not a general obligation bond issue. Hence, the debt does not count toward the City's constitutional debt limit. The Commercial Paper debt will eventually be replaced with long-term revenue bonds.

**RECOMMENDATION —**

**Approval.**

**BACKGROUND —**

Airport improvements to be financed include the following projects:

Local Match for Grant-funded Projects:

Remainder of 5/23 Extension  
Remainder of South Cargo Apron, Phase I  
Land Acquisition 5/23 (Celsi, Burger King, Crimmins)  
South Cargo Apron, Phase II  
Rehabilitate 13/31  
Taxiway Connectors (D-1, D-2)  
NE Service Road Extension  
Land Acquisition 13R/31L (A/P)

Fully Funded by Airport Enterprise:

Pavement Rehabilitation (Signature, Elliott, AirNet)  
Security Expansion (Connector, Bag Make-up)  
New South Cargo Building

Plans call for the public hearing on April 7, 2003, followed by the final approval of issuance at the same meeting.

