

Agenda Item:
47A



COUNCIL COMMUNICATION City Manager's Office

GENERAL INFORMATION

Agenda Date:	4/19/04	Communication
No.:	04-180	
Agenda Item Type:	Resolution	Roll Call
No.:		

Submitted by: Merrill Stanley, Finance Director

SUBJECT—

Adjusting the principal amount of 2004A General Obligation Refunding Bonds.

SYNOPSIS—

Adjusting the principal amount of 2004A General Obligation Refunding Bonds to be issued May 3, 2004, from \$22,310,000 to \$22,335,000.

FISCAL IMPACT—

Refinancing of the Series 1996D bonds will result in net debt service savings estimated to total \$1,200,000, averaging \$120,000 per year. The savings will be allocated to the sources responsible for debt service payments, which are the debt service levy – 17.23%, tax increment – 80.5%, and airport – 2.27%. The estimated savings resulting from the refinancing have already been included in the proposed FY 2004-05 operating budget.

RECOMMENDATION—

Approval

BACKGROUND—

The General Obligation Refunding Bonds, Series 1996D were originally issued in the amount of \$57,250,000 on May 1, 1996 to refinance five Capital Improvement Program bond issues that were issued from 1985 to 1989. The public hearing on the refunding has been held, the bond Official Statement has been approved, and the sale date has been set for May 3, 2004.