



**Council
Communication**
Office of the City Manager

Date	April 9, 2007
Agenda Item No.	21
Roll Call No.	07-
Communication No.	07-182
Submitted by:	Allen McKinley, Finance Director/Treasurer

AGENDA HEADING:

Setting the date of public hearings regarding the issuance of general obligation bonds for the FY2007-08 Capital Improvement Budget (April 23, 2007).

SYNOPSIS:

Recommend approval to set the date of April 23, 2007, to hold eight public hearings regarding the issuance of general obligation bonds for the FY2007-08 Capital Improvement Budget. This is the first step in the process to finance the construction of capital projects totaling \$33,180,000.

FISCAL IMPACT:

Amount: \$33,630,000 made up of \$33,180,000 project costs and \$450,000 issuance expenses, plus interest.

Funding Source: Fiscal Year 2007-08 Operating Budget:

- Property Tax Debt Service Levy – Debt Service Fund – DS001 FIN900100, Page 151.
- Center Metro Tax Increment District – Tax Increment Fund – SP370 FIN909105, Page 152.

ADDITIONAL INFORMATION:

A public hearing must be held prior to any borrowing by the City. This action sets the date for the public hearing to consider bonding for the FY2007-08 Capital Improvement Budget that was approved by City Council on February 26, 2007. The final sizing of the bonds will not be established until staff has presented to the City Council the status of matching non-city funding related to the projects that will be funded in part with bond proceeds from this issuance. Specific projects to be financed are detailed in a list that is included in the Council packet. Projects are summarized by category as follows:

<u>CATEGORY</u>	<u>AMOUNT</u>
• Bridge Improvements	\$ 965,000
• Economic Development Improvements	2,000,000
• Fire Protection Improvements	2,460,000
• Library Improvements	600,000
• Municipal Building Improvements	3,670,000
• Park Improvements	5,650,000
• Sidewalk Improvements	1,715,000
• Street Improvements	15,815,000
• Traffic Control Improvements	<u>305,000</u>

Total Projects	\$33,180,000
• Estimated Issuance Costs	<u>450,000</u>
Total Bond Issue Amount	\$33,630,000

PREVIOUS COUNCIL ACTION(S):

Date: February 26, 2007

Roll Call Number: 07-375

Action: Hearing on proposed Annual Budget for fiscal year ending June 30, 2008. ([Council Communication No. 07-114](#)) Moved by Coleman to adopt. Motion Carried 6-1. Nays: Kiernan.

BOARD/COMMISSION ACTION(S): NONE**ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:**

April 23, 2007: Public hearing concerning issuance of bonds.

May 7, 2007: Directing sale of bonds and approval to release preliminary offering statement.

June 6, 2007: Special Council meeting to award low bid on sale of bonds.

June 18, 2007: Council authorization to issue bonds and levy taxes.