

 <p style="text-align: center;">Council Communication Office of the City Manager</p>	Date	April 12, 2010
	Agenda Item No. 27 Roll Call No. <u>10-</u> Communication No. <u>10-194</u> Submitted by: Allen McKinley, Finance Director	

AGENDA HEADING:

Electing classifications and procedures for proposed bond projects and setting the date of public hearings on April 26, 2010, regarding the issuance of general obligation bonds for the FY2010-11 Capital Improvement Budget.

SYNOPSIS:

Recommend approval of project classifications and to set the date of April 26, 2010, to hold nine public hearings regarding the issuance of general obligation bonds for the FY2010-11 Capital Improvement Budget. This is the first step in the process to finance the construction of capital projects totaling \$27.23 million.

FISCAL IMPACT:

Amount: \$27,625,000, made up of \$27,230,000 project costs and \$395,000 issuance expenses.

Funding Source: Fiscal Year 2010-11 Operating Budget:

- Property Tax Debt Service Levy – Debt Service Fund – DS001 FIN900100, Page 116.
- Tax Increment Fund – Special Revenue Fund – SP370 FIN909105, Page 117.

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 FY2010-11 Capital Improvement Budget that was approved by City Council on February 22, 2010. City staff is in the process of reviewing projects that anticipated the availability of non-city funding to determine the certainty of those funds. The final sizing of the bonds will not be established until staff presents to the City Council the status of non-city funding related to the projects that will be funded in part with bond proceeds from this issuance. Projects under this review are listed below with type of match involved:

- Grand Avenue Bridge over Walnut Creek (Federal)
- Energy Conservation Program (ARRA Stimulus)
- First Tee (Private)
- Recreation Trails (Federal)
- Beaver Avenue Streetscape (Private)
- Neighborhood Traffic Control (State)
- City-Wide Paving (DMWW)
- Signal Channelization (State)

Traffic Signal Interconnect (Federal)
East Indianola Widening (Federal, State, DMWW)
Southeast Connector (Federal)
SW 9th and Dart Lane (Federal)

Specific projects to be financed are detailed in a list at the end of this communication. Projects are summarized by category as follows:

<u>CATEGORY</u>	<u>AMOUNT</u>
• Bridge Improvements	\$ 2,000,000
• Fire Protection Improvements	\$ 5,195,000
• Library Improvements	\$ 1,030,000
• Miscellaneous Improvements	\$ 2,900,000
• Municipal Building Improvements	\$ 1,105,000
• Park Improvements	\$ 5,635,000
• Street Improvements	\$ 9,365,000
TOTAL PROJECT IMPROVEMENTS	\$27,230,000
<u>Issuance Costs</u>	<u>\$ 395,000</u>
TOTAL BOND ISSUE	\$27,625,000

PREVIOUS COUNCIL ACTION(S):

Date: February 22, 2010

Roll Call Number: 10-295

Action: On proposed Annual Budget for fiscal year ending June 30, 2011 and adopting the Capital Improvements Program (CIP) for 2010/11 – 2015/16. (Council Communication No. 10-107) Moved by Coleman to adopt. Council Member Hensley votes No on the Mayor/Council Budget. Motion Carried 7-0.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:

- April 26, 2010: Public hearing concerning issuance of bonds.
- May 10, 2010: Directing sale of bonds and approval to release preliminary offering statement.
- June 2, 2010: Special Council meeting to award low bid on sale of bonds.
- June 14, 2010: Council authorization to issue bonds and levy taxes.

For more information on this and other agenda items, please call the City Clerk’s Office at 515-283-4209 or visit the Clerk’s Office on the second floor of City Hall, 400 Robert D. Ray Drive. Council agendas are available to the public at the City Clerk’s Office on Thursday afternoon preceding Monday’s Council meeting. Citizens can also request to receive meeting notices and agendas by email by calling the Clerk’s Office or sending their request via email to cityclerk@dmgov.org.

PROJECT CLASSIFICATIONS
and
HEARINGS SUMMARY

ECP-1

NOT TO EXCEED \$16,365,000
GENERAL OBLIGATION BONDS
(Misc. Essential Corporate Purposes)

Bridge and Viaduct (\$2,000,000)

- Grand Avenue Bridge over Walnut Creek (\$2,000,000)

Fire Protection Improvements (\$435,000)

- Equipment Acquisition (\$435,000)

Miscellaneous Improvements (\$2,400,000)

- Removal of Underground Fuel Storage Tanks (\$25,000)
- Neighborhood Finance Corp. (\$1,070,000)
- Neighborhood Development Corp. (\$1,000,000)
- City Tree Replacement Fund (\$55,000)
- City-Wide Radio System Improvements (\$250,000)

Parks Improvements (\$3,390,000)

- Cemetery Infrastructure and Improvements (\$205,000)
- Fort Des Moines Stabilization Projects (\$40,000)
- Forestry Improvements (\$100,000)
- Gray's Lake Park Improvements (\$150,000)
- Neighborhood Park Improvements (\$700,000)
- Park Building Improvements (\$750,000)
- Park Redevelopment (\$535,000)

- Public Art (\$200,000)
- Recreation Trails (\$660,000)
- Urban Conservation Projects (\$50,000)

Street Improvements (\$7,940,000)

- Beaver Avenue Streetscape (\$260,000)
- Asphaltic Paving Restoration (\$800,000)
- City-wide Paving (\$700,000)
- Concrete Curb & Median Replacement (\$570,000)
- Concrete Paving Restoration – PW (\$575,000)
- SW 9th Street and DART Lane Intersection (\$300,000)
- E. Indianola Widening - S.E. 14th to Army Post Road (\$1,000,000)
- McKinley Ave. Widening (\$1,400,000)
- Merle Hay Rd and Urbandale Ave Intersection (\$100,000)
- Neighborhood Infrastructure Rehabilitation Program (\$1,090,000)
- Railroad Street Crossing Improvements (\$50,000)
- School Routes and Priority Sidewalks (\$75,000)
- Sidewalks – ADA Compliance (\$100,000)
- SW 9th Street Widening - Titus to Kenyon (\$150,000)
- Streetscape Projects (\$240,000)
- City-Wide Sidewalk Replacement Program (\$265,000)
- City-wide Traffic Signal Interconnect (\$100,000)
- City-wide Signals, Channelization (\$100,000)
- City-Wide Neighborhood Traffic Control Program (\$65,000)

Issuance Costs (\$200,000)

ECP-2

NOT TO EXCEED \$6,050,000

GENERAL OBLIGATION BONDS

(Essential Corporate Purposes - Urban Renewal)

Fire Improvements (\$4,500,000)

- Central Fire Station Replacement (\$1,000,000)
- Maintenance/Logistics & Training Campus (\$3,500,000)

Parks Improvements (\$75,000)

- Principal Park Stadium Improvements (\$75,000)

Street Improvements (\$1,425,000)

- SE Connector – SE 6th to SE 14th (\$1,425,000)

GCP-4	975,000	20,000	995,000
GCP-5	515,000	20,000	535,000
GCP-6	885,000	20,000	905,000
GCP-7	500,000	20,000	520,000
GCP-8	325,000	5,000	330,000
GCP-9	960,000	40,000	1,000,000
TOTAL	\$ 27,230,000	\$395,000	\$27,625,000