

 <p style="text-align: center;"><b>Council Communication</b> Office of the City Manager</p>	<b>Date:</b> July 11, 2016
	<b>Agenda Item No.</b> 24B-C <b>Roll Call No.</b> <u>16-1122</u> <b>Communication No.</b> <u>16-391</u> <b>Submitted by:</b> Dan Ritter, Finance Director

**AGENDA HEADING:**

Set date of hearing for issuance of Stormwater Management Utility Bonds.

**SYNOPSIS:**

Provide for publication of notice of hearing, and setting date of hearing on August 22, 2016, for the issuance of Stormwater Management Utility revenue bonds (Series 2016C), not to exceed \$5,400,000 for capital project funding and not to exceed \$9.4 million for the current refunding and refinancing of Series 2006D Stormwater Management Utility revenue bonds in order to achieve an interest rate savings. With this type of borrowing there is a 30-day notice requirement.

**FISCAL IMPACT:**

Amount: The refinancing will result in approximately \$678,000 net present value savings. The new issuance will have debt payments of about \$400,000 annually for 15 years.

Funding Source: This debt is secured solely on the net revenues of the Stormwater Management Utility and have no impact on the City’s General Obligation capacity. Operating Budget page 230, E310 ND403630 – Stormwater Sinking Fund.

**ADDITIONAL INFORMATION:**

The stormwater capital project improvements to be financed include the following projects:

- \$1.5 million – Closes Creek Watershed Improvements, provides for structural and capacity deficiencies and drainage issues in the 1,500-acres Closes Creek watershed. This phase is to increase storm sewer capacity at 30<sup>th</sup> Street and Jefferson Avenue.
- \$2.6 million – Leetown Creekway Outlet Improvements, storm sewer and drainage way improvements to the area south of East University and Dean Avenue and channel improvements south of Dean Avenue to 4-Mile Creek.
- \$900,000 – 42<sup>nd</sup> Avenue Streetscape project, will extend a storm sewer from I-235 to an area near 43<sup>rd</sup> St. and Crocker St. This is a previously planned sewer separation that is being coordinated with the streetscape project.

**PREVIOUS COUNCIL ACTION(S): NONE**

**BOARD/COMMISSION ACTION(S): NONE**

**ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:**

- August 22, 2016: Hold hearing and set sale date of the bonds and approve a preliminary offering statement.
- September: Award Series 2016C bonds and authorize redemption of Series 2006D.
- September: Adopt authorizing resolution and approve final documents.

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 first floor of City Administration Building, 400 E. Court Avenue Ste.116. 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](mailto:cityclerk@dmgov.org).