

## COUNCIL COMMUNICATION

	Number:	<b>20-327</b>	Meeting:	<b>August 3, 2020</b>
	Agenda Item:	<b>48-60</b>	Roll Call:	<b>20-1227</b>
	Submitted by:	<b>Nickolas Schaul, Interim Finance Director</b>		

### AGENDA HEADING:

Hold public hearing regarding the issuance of bonds for the Fiscal Year (FY) 2021 Capital Improvement Budget.

### SYNOPSIS:

Hold 13 public hearings regarding the issuance of General Obligation (GO) bonds and Stormwater Revenue bonds to fund the FY 2021 Capital Improvements Program (CIP). This is the first step in the process to finance the construction of capital projects totaling \$96,570,000 based on project costs with a not to exceed issuance of \$129,700,000.

### FISCAL IMPACT:

Amount: \$96,570,000 project funds plus interest and to be determined issuance cost (\$1,450,000 in FY 2019); FY 2020-2021 debt service payment is estimated at \$3,000,000

Funding Source: FY 2021 operating budget, property tax debt service levy, D001 ND400576

### ADDITIONAL INFORMATION:

- The final sizing of the bonds and publication of sale is anticipated no later than August 14, 2020. A special council meeting would be scheduled following the sale for the receipt of bids.
- After the setting of public hearing on June 22, 2020, City staff reviewed each project in detail to ensure the proper amount of bonds were being issued. If funding was not needed until future years or if the scope of the project changed, the amount of bonds being issued was modified. The prior amounts of those projects are listed in the Project Classification and Hearing Summary portion of this document.
- The most significant change was the delay of \$9,925,000 issuance of Urban Renewal Hearing Bonds (UR-1) for the construction of Municipal Service Center (MSC) Phase II. These funds will be issued next year and does not affect the bid, construction, or progress on MSC II.

- Projects and issuance amounts are summarized by category as follows:

Hearing	Project Amount	Not-to-Exceed Total
ECP-1	\$42,215,000	\$45,500,000
UR-1	24,205,000	50,500,000
GCP-1	935,000	1,000,000
GCP-2	925,000	1,000,000
GCP-3	950,000	1,000,000
GCP-4	925,000	1,000,000
GCP-5	755,000	1,000,000
GCP-6	950,000	1,000,000
GCP-7	960,000	1,000,000
GCP-8	950,000	1,000,000
GCP-9	925,000	1,000,000
GCP-10	950,000	1,000,000
Stormwater	20,925,000	23,700,000
Total	96,570,000	129,700,000

#### PREVIOUS COUNCIL ACTION(S):

Date: June 22, 2020

Roll Call Number: [20-1011](#), [20-1012](#), [20-1013](#), [20-1014](#), [20-1015](#), [20-1016](#), [20-1017](#), [20-1018](#), [20-1019](#), [20-1020](#), [20-1021](#), [20-1022](#) , and [20-1023](#)

Action: Items regarding proposed General Obligation Bonds for the following, (8-3-20): ([Council Communication No. 20-273](#))

- (A) [Resolution](#) electing classifications and procedures for proposed bond projects. Moved by Gatto to adopt. Motion Carried 7-0.
- (B) [On](#) issuance of not to exceed \$45,500,000 (for Essential Corporate Purpose). Moved by Gatto to adopt. Motion Carried 7-0.
- (C) [On](#) issuance of not to exceed \$50,500,000 (for Essential Corporate Urban Renewal Purposes). Moved by Gatto to adopt. Motion Carried 7-0.
- (D) [On](#) issuance of not to exceed \$1,000,000 (for General Corporate Purposes). Moved by Gatto to adopt. Motion Carried 7-0.
- (E) [On](#) issuance of not to exceed \$1,000,000 (for General Corporate Purposes). Moved by Gatto to adopt. Motion Carried 7-0.
- (F) [On](#) issuance of not to exceed \$1,000,000 (for General Corporate Purposes). Moved by Gatto to adopt. Motion Carried 7-0.
- (G) [On](#) issuance of not to exceed \$1,000,000 (for General Corporate Purposes). Moved by Gatto to adopt. Motion Carried 7-0.
- (H) [On](#) issuance of not to exceed \$1,000,000 (for General Corporate Purposes). Moved by Gatto to adopt. Motion Carried 7-0.
- (I) [On](#) issuance of not to exceed \$1,000,000 (for General Corporate Purposes). Moved by Gatto to adopt. Motion Carried 7-0.

- (J) [On](#) issuance of not to exceed \$1,000,000 (for General Corporate Purposes). Moved by Gatto to adopt. Motion Carried 7-0.
- (K) [On](#) issuance of not to exceed \$1,000,000 (for General Corporate Purposes). Moved by Gatto to adopt. Motion Carried 7-0.
- (L) [On](#) issuance of not to exceed \$1,000,000 (for General Corporate Purposes). Moved by Gatto to adopt. Motion Carried 7-0.
- (M) [On](#) issuance of not to exceed \$1,000,000 (for General Corporate Purposes). Moved by Gatto to adopt. Motion Carried 7-0.

Date: June 22, 2020

Roll Call Number: [20-1010](#)

Action: [On](#) issuance of not to exceed \$23,700,000 Stormwater Management Utility Revenue Bonds, (8-3-20). ([Council Communication No. 20-273](#)) Moved by Gatto to adopt. Motion Carried 7-0.

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

**ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:**

- August 19, 2020 (Special Council Meeting) - Receipt of bids for Series 2020DE and Series 2020F Bond and adopt resolution directing sale for Series 2020DE and Series 2020F Bonds.
- September 14, 2020 - Adopt resolutions authorizing issuance of Series 2020DE and Series 2020F Bonds Approval of continuing disclosure certificates and tax exemption certificates.

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 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](mailto:cityclerk@dmgov.org).

**PROJECT CLASSIFICATIONS AND HEARINGS SUMMARY****ECP-1 NOT TO EXCEED \$45,500,000  
GENERAL OBLIGATION BONDS**

(Essential Corporate Purposes)

- a. the opening, widening, extending, grading, and draining of the right-of-way of streets, highways, avenues, alleys and public grounds, and marketplaces, and the removal and replacement of dead or diseased trees thereon;
- b. the construction, reconstruction, and repairing of any street improvements, bridges, grade crossing separations and approaches;
- c. the acquisition, installation, and repair of sidewalks, pedestrian walkways, under and overpasses, culverts, retaining walls, storm sewers, sanitary sewers, water service lines, street lighting, and traffic control devices;
- d. and the acquisition of any real estate needed for any of the foregoing purposes;
- e. acquisition, construction, reconstruction, and improvement of all waterways, and real and personal property, useful for the protection or reclamation of property situated within the corporate limits of cities from floods or high waters, and for the protection of property in cities from the effects of flood waters, including the deepening, widening, alteration, change, diversion, or other improvement of watercourses, within or without the City limits, the construction of levees, embankments, structures, impounding reservoirs, or conduits, and the establishment, improvement, and widening of streets, avenues, boulevards, and alleys across and adjacent to the project, as well as the development and beautification of the banks and other areas adjacent to flood control improvements;
- f. equipping of Fire and Police Departments;
- g. acquisition and improvement of real estate for cemeteries, and the construction, reconstruction, and repair of cemetery facilities;
- h. rehabilitation and improvement of parks already owned, including the removal, replacement and planting of trees in the parks, and facilities, equipment, and improvements commonly found in City parks;
- i. acquisition, restoration, or demolition of abandoned, dilapidated, or dangerous buildings, structures or properties or the abatement of a nuisance

E. 30th Street Bridge over Union Pacific Railroad (UPRR)	\$1,000,000
Guthrie Avenue Bridge /UPRR	200,000
2nd Avenue Bridge / DM River ( <i>Prior \$1,000,000</i> )	500,000
SW 8th and SW 9th Street Viaducts	250,000
SW 9th Street Bridge over Middle Creek	300,000
Equipment Acquisition	1,930,000
City Tree Replacement Fund	100,000
Emerald Ash Borer Response Plan	600,000
Police RMS	100,000
Vacant Property Redevelopment	100,000
Birdland Park and Marina Improvements	150,000
Cemetery Infrastructure ( <i>Prior \$200,000</i> )	0
Easter Lake Drive Trail ( <i>Prior: \$200,000</i> )	0

Gray's Lake Park	100,000
Multi-Use Trails	400,000
Park Building Improvements	715,000
Park Improvements	960,000
Park Playground Improvements	285,000
Riverwalk	425,000
Road, Sidewalk, and Utility Improvements - Parks	1,725,000
Sprayground Improvements	400,000
Watershed Park Amenities	800,000
E. Douglas Widening - E 42nd - E 56th	1,300,000
Easton- E 34th Street/4-Mile Creek Curb	125,000
18th Street and 19th Street Realignment	400,000
Euclid Avenue Roadway Reconfiguration -12th Street to 2nd Avenue ( <i>Prior; \$300,000</i> )	175,000
Franklin Avenue - Beaver Avenue to Merle Hay Road	600,000
Indianola Widen- E Army Post Road - Hwy 69	600,000
LED Street Lighting Upgrades	150,000
McKinley Avenue Widen-Fleur Drive-E Indianola	500,000
Midblock Pedestrian Signal Upgrades	500,000
PCC Pavement Replacement Program	225,000
Public Works - Asphalt Road Improvements	750,000
Public Works - Concrete Street and Curb Rehab.	1,400,000
Roadway Reconstruction	1,000,000
Roadway Reconstruction - Fleur Drive	5,200,000
Roadway Rehabilitation - Residential Overlays	1,500,000
Sidewalk Replacement	775,000
Sidewalks - School and Priority Routes	2,750,000
6th Avenue Streetscape	1,500,000
Southeast Connector - S.E. 30th Street to US 65	3,000,000
S.E. 30th Widening - RR Viaduct to S.E. Connector	200,000
SW Infrastructure and Planning	175,000
Traffic and Pedestrian Signals - New	500,000
Traffic Signals - Replacement	1,100,000
Traffic System Operation Improvements	1,500,000
University Avenue – 42nd Street to 63rd Street	250,000
Blitz on Blight (2020E Series)	3,000,000
NDC Contribution	1,000,000
Neighborhood Finance Corporation Contribution	1,000,000

**UR-1 NOT TO EXCEED \$50,500,000  
URBAN RENEWAL BONDS**

- a. aiding in the planning, undertaking and carrying out of urban renewal projects in accordance with Iowa Code chapter 403 and the urban renewal plans for the Central Place Industrial Park Redevelopment Program Urban Renewal Area, Ingersoll-Grand Commercial Urban Renewal Area, Metro Center Urban Renewal Area, and SE Agribusiness Urban Renewal Area, as amended, including the Animal Control Facility project, the Municipal Services Center project, and various public improvement projects involving street, streetscape, bridge, sidewalk, skywalk, and utility improvements, with related site improvements

Animal Control Facility	1,225,000
Municipal Service Center ( <i>Prior: \$20,850,000</i> )	10,925,000
Walnut Street Bridge/DM River	500,000
Active Transportation ( <i>Prior \$500,000</i> )	0
5th Avenue One-way to Two-way	100,000
Gray's Parkway	250,000
Ingersoll Streetscape	3,250,000
Market District - Infrastructure Imp	550,000
Public Works - Asphalt Road Improvements	625,000
Roadway Reconstruction - 2nd Avenue	4,500,000
Skywalk System	250,000
SE 7th Reconstruction and Trunk Sewer	1,500,000
SW 11th and Tuttle Street Traffic Improvements	30,000
Walnut Street Mall Renovation	500,000

**GCP-1 NOT TO EXCEED \$1,000,000  
GENERAL OBLIGATION BONDS**

(General Corporate Purpose)

- a. acquisition, construction, reconstruction, enlargement, improvement, and equipping of City facilities including various library improvements

Miscellaneous Building Improvements - Other	935,000
---	---------

**GCP-2 NOT TO EXCEED \$1,000,000  
GENERAL OBLIGATION BONDS**

(General Corporate Purpose)

- a. acquisition, construction, reconstruction, enlargement, improvement, and equipping of City facilities including various library improvements

Collection Additions and Replacements	775,000
Community Recreation Center Improvements	50,000
Sports Complexes	100,000

**GCP-3 NOT TO EXCEED \$1,000,000  
GENERAL OBLIGATION BONDS**

(General Corporate Purpose)

- a. acquisition, construction, reconstruction, enlargement, improvement, and equipping of City facilities, including various library carpet replacement, and acquisition, improvement, extension and enhancement of City’s enterprise communications and data management systems, including voice, video, data and communications infrastructure, enterprise software applications and data management systems

Miscellaneous Building Improvements - Carpet Replacement	475,000
Enhanced Information and Communication System - Phone System	100,000
Enhanced Information and Communication System - Virtual PC	200,000
Enhanced Information and Communication System - VDI Host	175,000

**GCP-4 NOT TO EXCEED \$1,000,000  
GENERAL OBLIGATION BONDS**

(General Corporate Purpose)

- a. equipping and improvement of City facilities, including various enterprise communications and data management systems projects

Enhanced Information and Communication System - Other	925,000
---	---------

**GCP-5 NOT TO EXCEED \$1,000,000  
GENERAL OBLIGATION BONDS**

(General Corporate Purpose)

- a. acquisition, construction, reconstruction, enlargement, improvement, and equipping of City facilities, including various ADA, HVAC, Electrical and plumbing improvements City-wide; Public Works, and greenhouse relocation

Public Art	100,000
Americans with Disabilities Act (ADA) Modifications	355,000
HVAC, Electrical, and Plumbing Improvement	250,000
P.W. Building Improvements	50,000
Greenhouse Relocation ( <i>Prior: \$115,000</i> )	0

**GCP-6 NOT TO EXCEED \$1,000,000  
GENERAL OBLIGATION BONDS**

(General Corporate Purpose)

- a. acquisition, construction, reconstruction, enlargement, improvement, and equipping of City facilities City-wide

Municipal Building Improvements	950,000
---------------------------------	---------

**GCP-7 NOT TO EXCEED \$1,000,000  
GENERAL OBLIGATION BONDS  
(General Corporate Purpose)**

- a. acquisition, construction, reconstruction, enlargement, improvement, and equipping of City police facilities

Police Facility Improvements	960,000
------------------------------	---------

**GCP-8 NOT TO EXCEED \$1,000,000  
GENERAL OBLIGATION BONDS  
(General Corporate Purpose)**

- a. acquisition, construction, reconstruction, enlargement, improvement, and equipping of City Public Works Department salt facilities

Public Works Salt Facility	950,000
----------------------------	---------

**GCP-9 NOT TO EXCEED \$1,000,000  
GENERAL OBLIGATION BONDS  
(General Corporate Purpose)**

- a. acquisition, construction, reconstruction, enlargement, improvement, and equipping of City facilities, including re-roofing; swimming pool and aquatic improvements; and relocating Weeks School Park

Municipal Building Re-Roofing	350,000
Swimming Pool and Aquatic Improvements	200,000
Weeks School Park Improvements	375,000

**GCP-10 NOT TO EXCEED \$1,000,000  
GENERAL OBLIGATION BONDS  
(General Corporate Purpose)**

- a. acquisition, construction, reconstruction, enlargement, improvement, and equipping of the City parking system and equipment.

On-Street Parking Meter System	950,000
--------------------------------	---------

**STORMWATER (2020F) NOT TO EXCEED \$23,700,000  
STORMWATER REVEUE BONDS**

- a. acquisition, construction, reconstruction, extending, remodeling, improving, repairing and equipping all or part of the Stormwater Management Utility, including Closes Creek watershed improvements, flood mitigation and protection system improvements, levee maintenance and improvements, and City-wide stormwater projects

City-wide Storm Water Utility Projects	3,500,000
Closes Creek Watershed Improvements	6,100,000
Flood Mitigation Improvements	9,325,000
Levee Maintenance and Improvements	2,000,000