


COUNCIL COMMUNICATION

	Number:	21-348	Meeting:	August 9, 2021
	Agenda Item:	43-58	Roll Call:	21-1242
	Submitted by:	Nickolas Schaul, Finance Director		

AGENDA HEADING:

Hold public hearing regarding the issuance of Series 2021FGH bonds for the Fiscal Year (FY) 2022 Capital Improvement Budget.

SYNOPSIS:

Hold 16 public hearings regarding the issuance of General Obligation (GO) bonds and Stormwater Revenue bonds to fund the FY 2022 Capital Improvements Program (CIP). This is the first step in the process to finance the construction of capital projects totaling \$129,745,000 on project costs with a not to exceed issuance of \$136,000,000.

FISCAL IMPACT:

General Obligation Bonds:

Amount: \$100,660,000 project funds plus interest and to be determined issuance cost; FY 2021-2022 debt service payment is estimated at \$8,684,370.

Funding Source: FY 2022 Operating Budget, Property Tax debt service levy, D001 ND400576.

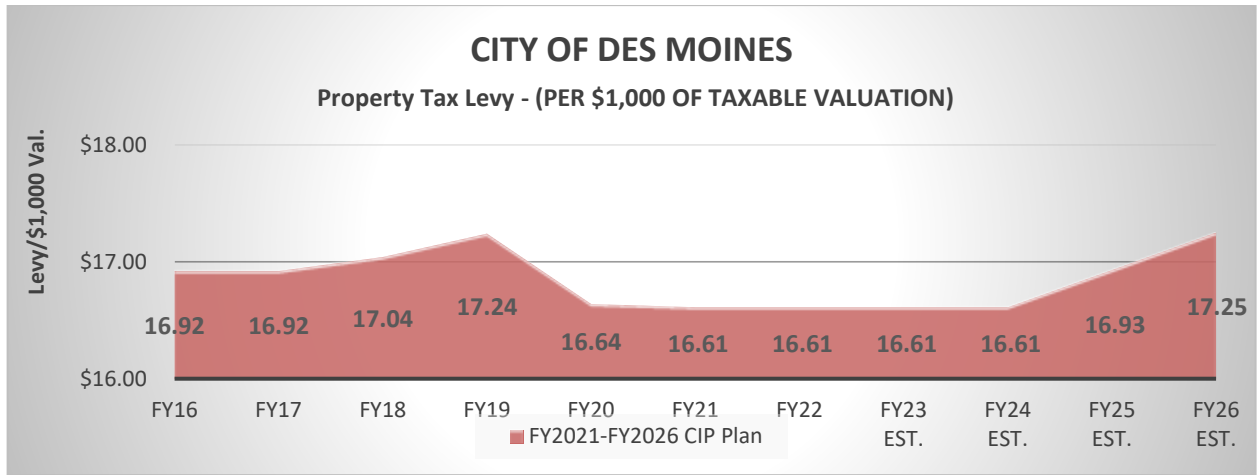
Stormwater Revenue Bonds:

Amount: \$26,600,000 in project costs and \$2,485,000 in debt reserve funds (\$29,085,000 total) project funds plus interest and to be determined issuance cost; FY 2021-2022 debt service payment is estimated at \$1,073,524.

Funding Source: FY 2022 operating budget, Stormwater Sinking Fund (Debt Service), E310 ND403630.

ADDITIONAL INFORMATION:

- The final sizing of the bonds and publication of sale is anticipated no later than August 12, 2021. A special council meeting would be scheduled following the sale for the receipt of bids on Wednesday, August 18, 2021.
- After the setting of public hearing on July 19, 2021, Finance Department staff reviewed each project in detail to ensure the proper amount of bonds were being issued.



*Chart assumes no change in operation levies

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

Hearing	Project Amount	Not-to-Exceed Total
UR-1	38,390,000	40,000,000
ECP-1	50,615,000	53,000,000
GCP-1	930,000	1,000,000
GCP-2	925,000	1,000,000
GCP-3	930,000	1,000,000
GCP-4	950,000	1,000,000
GCP-5	950,000	1,000,000
GCP-6	950,000	1,000,000
GCP-7	1,000,000	1,000,000
GCP-8	1,000,000	1,000,000
GCP-9	650,000	1,000,000
GCP-10	800,000	1,000,000
GCP-11	935,000	1,000,000
GCP-12	850,000	1,000,000
GCP-13	785,000	1,000,000
Stormwater	29,085,000	30,000,000
Total	129,745,000	136,000,000

PREVIOUS COUNCIL ACTION(S):

Date: July 19, 2021

Roll Call Number: [21-1107](#), [21-1108](#), [21-1109](#), [21-1110](#), [21-1111](#), [21-1112](#), [21-1113](#), [21-1114](#), [21-1115](#), [21-1116](#), [21-1117](#), [21-1118](#), [21-1119](#), [21-1120](#), [21-1121](#), and [21-1131](#)

Action: Items regarding proposed General Obligation Bonds for the following, (8-9-21):

23. [On](#) issuance of not to exceed \$40,000,000 General Obligation Urban Renewal Bonds for Essential Corporate Purposes, (8-9-21). Moved by Gatto to adopt. Motion Carried 7-0.
24. [On](#) issuance of not to exceed \$53,000,000 General Obligation Bonds for Essential Corporate Purposes, (8-9-21). Moved by Gatto to adopt. Motion Carried 7-0.
25. [On](#) issuance of not to exceed \$1,000,000 General Obligation Bonds for General Corporate Purposes (GCP-1), (8-9-21). Moved by Gatto to adopt. Motion Carried 7-0.
26. [On](#) issuance of not to exceed \$1,000,000 General Obligation Bonds for General Corporate Purposes (GCP-2), (8-9-21). Moved by Gatto to adopt. Motion Carried 7-0.
27. [On](#) issuance of not to exceed \$1,000,000 General Obligation Bonds for General Corporate Purposes (GCP-3), (8-9-21). Moved by Gatto to adopt. Motion Carried 7-0.
28. [On](#) issuance of not to exceed \$1,000,000 General Obligation Bonds for General Corporate Purposes (GCP-4), (8-9-21). Moved by Gatto to adopt. Motion Carried 7-0.
29. [On](#) issuance of not to exceed \$1,000,000 General Obligation Bonds for General Obligation Corporate Purposes (GCP-5), (8-9-21). Moved by Gatto to adopt. Motion Carried 7-0.
30. [On](#) issuance of not to exceed \$1,000,000 General Obligation Bonds for General Corporate Purposes (GCP-6), (8-9-21). Moved by Gatto to adopt. Motion Carried 7-0.
31. [On](#) issuance of not to exceed \$1,000,000 General Obligation Bonds for General Corporate Purposes (GCP-7), (8-9-21). Moved by Gatto to adopt. Motion Carried 7-0.
32. [On](#) issuance of not to exceed \$1,000,000 General Obligation Bonds for General Corporate Purposes (GCP-8), (8-9-21). Moved by Gatto to adopt. Motion Carried 7-0.
33. [On](#) issuance of not to exceed \$1,000,000 General Obligation Bonds for General Corporate Purposes (GCP-9), (8-9-21). Moved by Gatto to adopt. Motion Carried 7-0.
34. [On](#) issuance of not to exceed \$1,000,000 General Obligation Bonds for General Corporate Purposes (GCP10), (8-9-21). Moved by Gatto to adopt. Motion Carried 7-0.
35. [On](#) issuance of not to exceed \$1,000,000 General Obligation Bonds for General Corporate Purposes (GCP-11), (8-9-21). Moved by Gatto to adopt. Motion Carried 7-0.
36. [On](#) issuance of not to exceed \$1,000,000 General Obligation Bonds for General Corporate Purposes (GCP-12), (8-9-21). Moved by Gatto to adopt. Motion Carried 7-0.
37. [On](#) issuance of not to exceed \$1,000,000 General Obligation Bonds for General Corporate Purposes (GCP-13), (8-9-21). Moved by Gatto to adopt. Motion Carried 7-0.
47. [Resolution](#) ratifying, confirming and approving publication of notice of public hearing for the issuance of not to exceed \$30,000,000 Stormwater Management Utility Revenue Bonds. Moved by Gatto to adopt. Motion Carried 7-0.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:

- August 18, 2021 (Special Council Meeting) - Receipt of bids for Series 2021FG and Series 2021H Bonds and adopt resolution directing sale.
- September 13, 2021 - Adopt resolutions authorizing issuance of 2021FG and Series 2021H 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.

PROJECT CLASSIFICATIONS AND HEARINGS SUMMARY
2021FG – City of Des Moines purposes

ECP – NTE \$53M GO Bonds (covering project costs of \$50.615M)

Authority: 384.25

Acquisition, construction, reconstruction, enlargement, improvement, and repair of bridges, culverts, retaining walls, viaducts, underpasses, grade crossing separations, and approaches thereto; 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; equipping of fire, sanitation, and street departments; acquisition and improvement of real estate for cemeteries, and the construction, reconstruction, and repair of cemetery facilities; 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; opening, widening, extending, grading, and draining of the right-of-way of streets, highways, avenues, alleys, public grounds, and market places, and the removal and replacement of dead or diseased trees thereon; construction, reconstruction, and repairing of any street improvements; acquisition, installation, and repair of traffic control devices; acquisition, construction, improvement, and installation of street lighting fixtures, connections, and facilities; construction, reconstruction, and repair of sidewalks and pedestrian underpasses and overpasses; and the acquisition of real estate needed for any of the foregoing purposes; acquisition, restoration, or demolition of abandoned, dilapidated, or dangerous buildings, structures or properties or the abatement of a nuisance; and the establishment and funding of programs to provide for or assist in providing for the acquisition, restoration or demolition of housing, as part of a municipal housing project.

Project	Amount
2nd Ave Bridge over the Des Moines River	1,500,000.00
Guthrie Ave Bridge over Union Pacific RR	825,000.00
SW 8th St & SW 9th St Viaducts	1,100,000.00
SW 9th St Bridge over Middle Creek	900,000.00
Fire Equipment Acquisition	2,325,000.00
Neighborhood Development Corporation	1,000,000.00
Neighborhood Finance Corporation	1,000,000.00
Blitz on Blight	3,000,000.00
Vacant Residential Property Redevelopment	100,000
Park Improvements	1,250,000
Cemetery Infrastructure and Improvements	590,000
Gray's Lake Park Improvements	155,000

Park Building Improvements	495,000
Urban Conservation Projects	100,000
Park Infrastructure	2,575,000
Sports Complexes	510,000
MacRae Park Improvements	350,000
Watershed Park Amenities	200,000
Park Playground Improvements	285,000
Chesterfield Park Improvements	480,000
Future Regional Projects - Stormwater	200,000
Fleur Drive Medians	750,000
Public Works - Asphalt Road Improvements	750,000
PCC Pavement Replacement Program	225,000
Public Works - Concrete Street and Curb Rehab	1,400,000
Railroad Crossing Surface Repairs & Signal Improv.	100,000
McKinley Ave Improvements	1,800,000
Southeast Connector - SE 30th St to US 65	4,000,000
Easton Blvd - University Ave - Four Mile Creek	700,000
Indianola Ave Improve - E Army Post Rd to Hwy 69	1,400,000
Sixth Ave Streetscape	1,000,000
Roadway Reconstruction - Fleur Drive	7,000,000
Active Transportation	250,000
East Douglas Ave Reconstruction - E 42nd - E 56th	800,000
University Ave - 48th Street to 31st Street	500,000
Roadway Reconstruction - Second Ave	500,000
Beaver Ave to Downtown Bike Lane Connection	550,000
SW Infrastructure & Planning	100,000
18th Street & 19th Street Realignment	2,700,000
Euclid Roadway Reconfiguration 12th St to 2nd Ave	250,000
Franklin Ave - Beaver Ave to Merle Hay Road	200,000
Midblock Pedestrian Signal Upgrades	500,000
Douglas Avenue Merle Hay Road to Lower Beaver Road	500,000
E 30th Street and University Avenue	150,000
E 6th St to E 7th St / Penn Ave Corridor Study	125,000
E Army Post Road & SE 36th St Intersection Improv.	400,000
Traffic Safety Study E Army Post SE14th to SE 36th	100,000
Sidewalks - School and Priority Routes	2,000,000
Sidewalk Replacement	675,000
Traffic Studies & Improvements	250,000
Traffic Signals - Replacement	600,000
Traffic System Operation Improvements	1,000,000
LED Street Lighting Upgrades	150,000
Traffic & Pedestrian Signals - New	250,000

GCP-1 – NTE \$1M GO Bonds (covering project costs of \$930K)

Authority: 384.26

Acquisition, construction, reconstruction, enlargement, improvement, and equipping of city facilities, including reroofing municipal buildings city-wide and repairs and improvements for the Central Library and its branch locations.

Project	Amount
Municipal Building Reroofing	280,000
Miscellaneous Building Improvements	650,000

GCP-2 – NTE \$1M GO Bonds (covering project costs of \$925K)

Authority: 384.26

Acquisition, construction, reconstruction, enlargement, improvement, and equipping of city facilities, including various ADA, HVAC, Electrical and plumbing improvements city-wide; replacement of the Library’s software system; and energy conservation projects focused on completing energy efficiency studies Citywide and purchasing, installing, and replacing energy efficient equipment.

Project	Amount
HVAC, Electrical, and Plumbing Improvements	375,000
Energy Conservation	50,000
Integrated Library System (ILS)	500,000

GCP-3 – NTE \$1M GO Bonds (covering project costs of \$930K)

Authority: 384.26

Acquisition, construction, reconstruction, enlargement, improvement, and equipping of city facilities, including site preparation involving dirt and utility work, stormwater improvements, and parking lot construction; security improvements to facilities city-wide; and converting the Grubb YMCA site into a City lead Community Center.

Project	Amount
Security Improvements	100,000
Greenhouse Relocation (Site Preparation)	60,000
Grubb YMCA	230,000

GCP-4 – NTE \$1M GO Bonds (covering project costs of \$950K)

Authority: 384.26

Acquisition, construction, reconstruction, enlargement, improvement, and equipping of City facilities, including improvements to the Public Works Department buildings; new construction to house departments currently locate at the Argonne Armory; and remodeling and repair of City hall, Police Stations, and other City buildings.

Project	Amount
Municipal Building Improvements	400,000
Public Works Building Improvements	50,000
City Hall Annex	500,000

GCP-5 – NTE \$1M GO Bonds (covering project costs of \$950K)
Authority: 384.26

Acquisition, construction, reconstruction, enlargement, improvement, and equipping of a greenhouse.

Project	Amount
Greenhouse Relocation (Building)	950,000

GCP-6 – NTE \$1M GO Bonds (covering project costs of \$950K)
Authority: 384.26

Acquisition, construction, reconstruction, enlargement, improvement, and equipping of a headhouse.

Project	Amount
Greenhouse Relocation (Headhouse)	950,000

GCP-7 – NTE \$1M GO Bonds (covering project costs of \$1M)
Authority: 384.26

Acquisition, improvement, extension and enhancement of City’s enterprise communications and data management systems, including the acquisition and installation of new phone systems Citywide.

Project	Amount
Enhanced Information and Communication System (Unified Communications System)	2,000,000

GCP-8 – NTE \$1M GO Bonds (covering project costs of \$1M)
Authority: 384.26

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.

Project	Amount
Enhanced Information and Communication System (Enterprise System)	2,000,000

GCP-9 – NTE \$1M GO Bonds (covering project costs of \$650K)
Authority: 384.26

Planning, design, development, repair and replacement related to the Des Moines multi-use trail system.

Project	Amount
Multi-Use Trails	650,000

GCP-10 – NTE \$1M GO Bonds (covering project costs of \$800K)

Authority: 384.26

Acquisition, construction, reconstruction, enlargement, improvement, and equipping of City facilities and public improvements, including replacement of trees unavoidably removed on public construction projects; funding for the Emerald Ash Borer Response Plan; and public art.

Project	Amount
City Tree Replacement Fund (CTRF)	100,000
Public Art	100,000
Emerald Ash Borer Response Plan	600,000

GCP-11 – NTE \$1M GO Bonds (covering project costs of \$935K)

Authority: 384.26

Acquisition, construction, reconstruction, enlargement, improvement, and equipping of city facilities including improvements to the Library's existing collections of books, audio materials, videos and electronic media; and improvements and repairs to the Armory building.

Project	Amount
Armory Improvements	150,000
Collection Additions and Replacement	785,000

GCP-12 – NTE \$1M GO Bonds (covering project costs of \$850K)

Authority: 384.26

Acquisition, construction, reconstruction, enlargement, improvement, and equipping of recreation grounds, buildings, and centers, including repair and replacement of aquatic centers and swimming pools; repairs and improvements to spraygrounds, wading pools, and splash pools; and repairs and improvements to the Principal Riverwalk project.

Project	Amount
Sprayground Improvements	250,000
Swimming Pools and Aquatic Infrastructure	225,000
Principal Riverwalk	375,000

GCP-13 – NTE \$1M GO Bonds (covering project costs of \$785K)

Authority: 384.26

Acquisition, construction, reconstruction, enlargement, improvement, and equipping of City police facilities.

Project	Amount
Police Building Improvements	785,000

UR – NTE \$40M GO UR Bonds (covering \$38.39M project costs – includes CIP UR project MSC + TIF abated projects)

Authority: 384.25 and 403.12

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, Merle Hay Commercial Area Urban Renewal Area, and SE Agribusiness Urban Renewal Area, as amended, including the Municipal Services Center project, and various public improvement projects involving street, streetscape, bridge, sidewalk, skywalk, utility and park improvements, with related site improvements.

Project	Amount
Municipal Service Center - Phase 2	20,425,000
Walnut St Bridge over the Des Moines River	4,000,000
Principal Park	300,000
Park Improvements	20,000
Public Works - Asphalt Road Improvements	375,000
Active Transportation	1,925,000
Gray's Parkway	750,000
Ingersoll Streetscape	2,820,000
Market District Infrastructure Improvements	5,100,000
5th Ave One-Way to Two-Way	700,000
SW 11th St & Tuttle St Traffic Improvements	450,000
SW 14th Street and MLK Traffic Improvements	50,000
Tuttle Street Improvements	50,000
E Locust Streetscape Repairs	900,000
Downtown Banner Arm Replacement	100,000
Tuttle Street Complete Street	50,000
Merle Hay Corridor Plan	125,000
Skywalk System	250,000

Stormwater Revenue Bond Issuance (2021H) – NTE \$30 million

384.84A

Acquisition, construction, reconstruction, extending, remodeling, improving, repairing and equipping all or part of the Stormwater Management Utility, including city-wide stormwater projects, Closes Creek watershed improvements, Storm Water Pump Station rehabilitation, flood mitigation and protection system improvements, and Hamilton Drainage area improvements.

Citywide Stormwater Utility Projects	2,000,000
Closes Creek Watershed Improvements	4,000,000
Stormwater Pump Station Rehabilitation	5,000,000
Flood Mitigation Improvements	9,500,000
Hamilton Drain Area Improvements	6,100,000
Debt Reserve Funds	2,485,000