



Agenda Item:

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COUNCIL COMMUNICATION City Manager's Office

GENERAL INFORMATION

Agenda Date: 5/17/04

No.: 04-231

Agenda Item Type: Resolution

No.:

Communication

Roll Call

Submitted by: Merrill Stanley, Finance Director

SUBJECT—

Public hearings regarding the issuance of General Obligation Bonds.

SYNOPSIS—

Five separate public hearings regarding the issuance of General Obligation Bonds to finance the FY 2004-05 Capital Improvement Program in the total amount of \$32,940,000.

FISCAL IMPACT—

The funding amounts for various capital projects are consistent with the FY 2004-05 CIP, adopted by City Council on March 1, 2004. Annual debt service on this year's General Obligation Bond issue will be paid, as usual, from (1) the property tax debt service levy approved by City Council and certified to the State, and (2) tax increment funds, as available.

RECOMMENDATION—

Approval

BACKGROUND—

CIP improvements to be financed include projects in the following categories:

Bridge and Viaduct	\$2,516,000
Fire Protection Improvements	391,000

Library Improvements	5,823,000
Municipal Improvements	2,264,000
Parks Improvements	4,194,000
Sidewalk Improvements	320,000
Street Improvements	5,455,000
Traffic Control Improvements	310,000
Neighborhood and Economic Development Improvements	<u>11,667,000</u>
Total	\$32,940,000

Attached are two lists of the various projects to be financed by this bond issue. The first list is from bond counsel, and lists the same projects sorted into separate public hearings that will be held in conformance with State law regarding municipal bond issues. The second list follows the same structure and sequence as the CIP document, and lists every project to be financed, as well as the associated dollar amount of the borrowing, including issuance costs.

ECP-1

**NOT TO EXCEED \$11,460,950
GENERAL OBLIGATION BONDS
(Misc. Essential Corporate Purposes)**

Bridge and Viaduct

- * City-wide Bridges
- * S.W. Ninth Street Bridge over Yeader Creek

Fire Protection Improvements

- * Equipment Acquisition

Municipal Improvements

- * Removal of Underground Storage Tanks
- * Police and Fire Radio System Improvements

Parks Improvements

- * Road, Parking Lot, Sidewalk, Drainage Improvements
- * Park Planning and Design
- * Recreation Trails
- * Park Infrastructure
- * Park Redevelopment
- * Neighborhood Park Improvements
- * Gray's Lake Park Improvements
- * Park Building Improvements
- * Waveland Observatory
- * Public Art
- * Soccer Complex

Sidewalk Improvements

- * School Routes and Priority Sidewalks
- * City-wide Sidewalk Replacement-Public Works

Street Improvements

- * Asphaltic Paving Restoration
- * City-wide Paving - City Wide
- * City-wide Paving - Designated Neighborhoods
- * Asphaltic Overlay & Curb Replacement
- * PCC Pavement Replacement
- * Concrete Paving Restoration - PW
- * Concrete Curb & Median Replacement
- * Corridor Studies and Acquisition - SW/SE Diagonals
- * E. University/FM Hubbell - median
- * Fleur Dr. Resurfacing - Entrance of Gray's Lake to Army Post
- * I-235 Parallel Street Improvements
- * Park Avenue Widening - SW 42nd Street to SW 56th Street
- * Neighborhood Infrastructure Rehabilitation Program
- * SW Ninth Street and County Line Road Intersection
- * E. 30th Resurfacing - Dean to E. University Ave.
- * E. Indianola - S.E. 14th/Cnty Line
- * Warren Cnty - Roadway Imp.
- * Douglas Ave. Widening @ 38th

Traffic Control Improvements

- * City-wide Traffic Signal Interconnect
- * City-wide Signals, Channelization
- * LED Bulb Changeout

Neighborhood and Economic Development Improvements

- * Neighborhood Finance Corporation
- * Neighborhood Development Corporation
- * SE Development Plan

ECP-2

NOT TO EXCEED \$19,316,200
GENERAL OBLIGATION BONDS
(Essential Corporate Purposes - Urban Renewal)

Bridge and Viaduct

- * SW Ninth Street Viaduct over ML King Jr. Pkwy
- * SW Eighth Street Viaduct over ML King Jr. Pkwy

- * University Ave. Bridge over Des Moines River

Library Improvements

- * Central Library

Municipal Improvements

- * Colosimo Property

Parks Improvements

- * Sec Taylor Stadium Infrastructure
- * Riverwalk

Street Improvements

- * Downtown Area Street Restoration
- * Durable Pavement Markings
- * Martin Luther King Jr. - North/South
- * SE Connector - SW 2nd - SE 6th

Neighborhood and Economic Development Improvements

- * Western Gateway
- * SE Ag Park
- * AG Tech Park Storm Sewer
- * Court Avenue Partners Housing
- * Knapp/Hatch Housing TIF
- * Development Opportunities

GCP-3

NOT TO EXCEED \$644,850
GENERAL OBLIGATION BONDS
(General Corporate Purposes - Library)

Library Improvements

- * Collection Additions and Replacement

GCP-4

NOT TO EXCEED \$736,150
GENERAL OBLIGATION BONDS
(General Corporate Purposes - Park Improv.)

Park Improvements

- * Blank Park Zoo Improvements
- * Community Center Improvements
- * Wading Pool Improvements
- * Botanical Center Improvements
- * Swimming Pool and Aquatic Improvements

GCP-5

NOT TO EXCEED \$781,850
GENERAL OBLIGATION BONDS
 (General Corporate Purposes - Municipal Improv.)

Municipal Improvements

- * Enhanced City-wide Information and Communication System
- * Muni Bldg. - HVAC, Elec., Plumbing
- * Municipal Building Improvements
- * Public Works Building Improvements
- * Energy Conservation
- * Parking Lot Rehabilitation

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SUMMARY

<u>Hearing</u>	Principal amount of projects included <u>in hearing</u> <u>amount</u>	Percent of total <u>principal</u>	Costs of issuance allocation <u>(1.54%)</u>	"Not to <u>hearing</u>
ECP-1	\$11,287,000	34.79%	\$173,950	
	\$11,460,950			
ECP-2	19,023,000	58.64	293,200	
	19,316,200			
GCP-3	635,000	1.97	9,850	
	644,850			
GCP-4	725,000	2.23	11,150	
	736,150			
GCP-5	<u>770,000</u>	<u>2.37</u>	<u>11,850</u>	
	<u>781,850</u>			

\$32,940,000	\$32,440,000	100.0%	\$500,000
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In addition, the projects must be divided into separate categories depending on their taxable status and their source of repayment, i.e. property tax debt levy or tax increment. A listing of project purpose by bond issue type follows:

Series 2004C - Federal Tax Exempt – payable from property taxes

Bridge and Viaduct	\$ 615,000
Fire Protection	385,000

Library	635,000
Municipal Improvements	1,030,000
Parks Improvements	3,055,000
Sidewalks – Public Works	315,000
Street Improvements	4,837,000
Traffic Control Improvements	305,000
Neighborhood Development	2,240,000
Development Opportunities	50,000
Issuance Costs	<u>218,000</u>
Total Issue Amount	\$ 13,685,000

Series 2004 D - Federal and State Tax Exempt – payable from tax increment

Bridges and Viaduct	\$ 1,863,000
Library Improvements	5,100,000
Parks Improvements	1,000,000
Street Improvements	535,000
Neighborhood Development:	
Gateway	4,500,000
SE AG Park	1,000,000
AG Tech Park Storm Sewer	200,000
Issuance Costs	<u>227,000</u>
Total Issue Amount	\$ 14,425,000

Series 2004E – Taxable – payable from tax increment

Knapp/Hatch Housing	\$ 1,839,869
Court Ave. Housing	1,660,131
Colosimo Property	1,200,000
Sec Taylor Stadium Infrastructure	75,000
Issuance Costs	<u>55,000</u>
Total Issue Amount	\$ 4,830,000