

NOTICE OF INTENTION TO ISSUE CERTIFICATES OF OBLIGATION

November 12, 2019



Requested Action

- Consider and adopt a resolution approving and authorizing publication of a notice of intention to issue certificates of obligation in an amount not to exceed \$100 million for streets, parks, and other City facilities, capital equipment (including motor vehicles) for various City departments and other municipal purposes
- These certificates of obligation will be used to provide funding for capital plan projects previously approved by the City Council dating as far back as 2012

2020 Certificates of Obligation

- 2012 Street CIP – Approved
- 2017 – 2019 Capital Plans
- No additional budget impact
- Impact included in the FY 2020 property tax rate approved by City Council on August 20, 2019
- Issuance will comply with debt management policy's maximum debt rate of 35 cents per \$100 valuation
- Will provide funding for Capital Plans already approved by City Council

Process

- State law requires that the issuance of certificates of obligation be authorized through a two-step City Council process
 - Notice of Intention
 - Ordinance authorizing the issuance of the certificates

Notice of Intention

- Notice must be published:
 - in a newspaper once a week for two consecutive weeks
 - On the City's website, continuously for at least 45 days before the date tentatively set for the passage of the ordinance authorizing the issuance of the certificates

Notice Requirements

- Time and place tentatively set for the passage of the order or ordinance authorizing the issuance of the certificates
- Purpose of the certificates to be authorized
- Manner in which the certificates will be paid for, whether by taxes, revenues, or a combination of the two

Notice Requirements

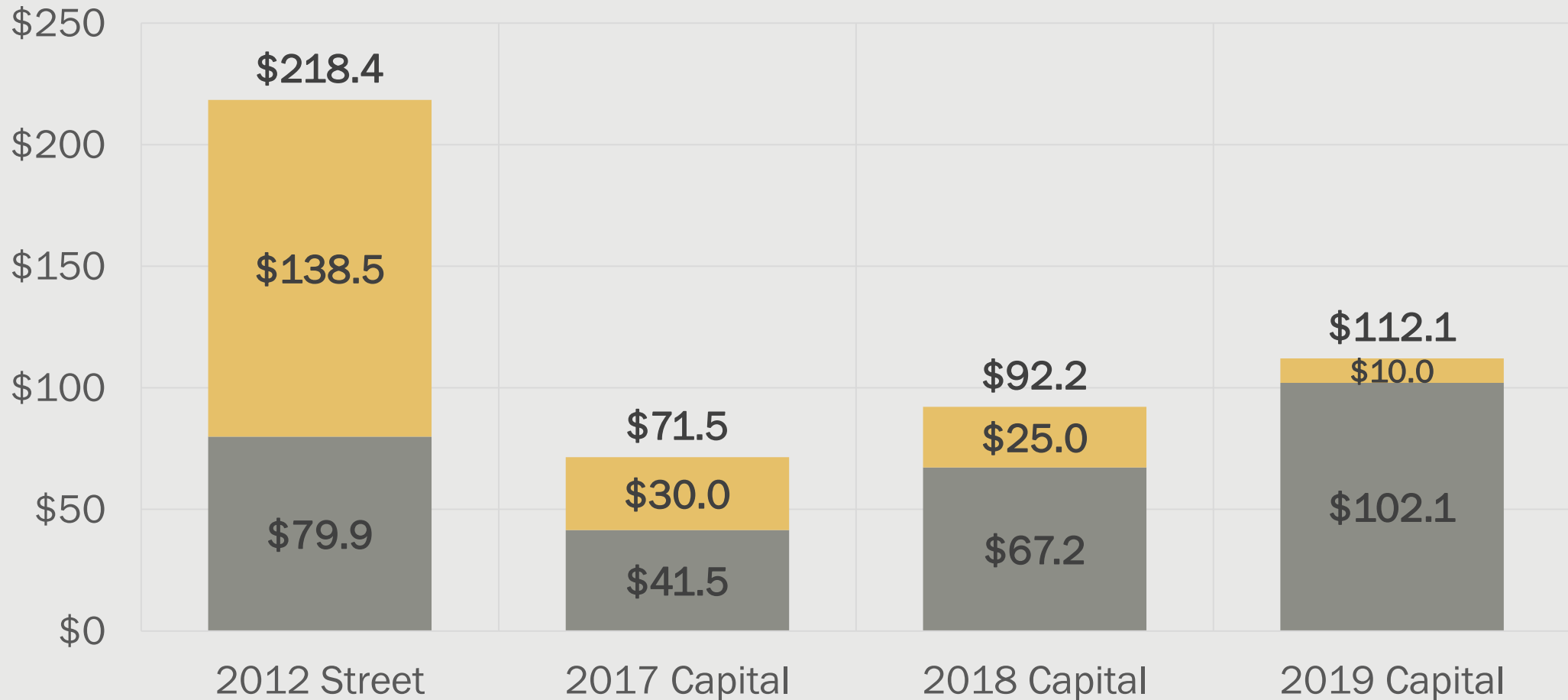
- The then-current principal of all outstanding debt obligations of the issuer
- The then-current combined principal and interest required to pay all outstanding debt obligations of the issuer on time and in full
- The maximum principal amount of the certificates to be authorized; and
- The estimated combined principal and interest required to pay the certificates to be authorized on time and in full

Notice Requirements

- The estimated interest rate for the certificates to be authorized or that the maximum interest rate for the certificates may not exceed the maximum legal interest rate
- The maximum maturity date of the certificates to be authorized

Current Certificates of Obligation

■ Unissued ■ Issued



2012 Street CIP

- Resurfacing and microsurfacing of streets
- Reconstruction of streets
- Unpaved right of way/alleys
- Street median and parkway landscaping
- Sidewalk and parkway improvement

2017 Capital Plan

- Public safety vehicles and facility improvements
- City Match for MPO projects
- New signalized traffic intersections
- Eastside Regional Park, neighborhood water parks, Westside natatorium, and spray park amenities
- Cohen site improvements, downtown restrooms, and Northgate Metro 31 improvements

2018 Capital Plan

- Street reconstruction on five critical roads
- City match for MPO projects
- Tom Lea park slope rehabilitation
- Downtown sidewalk and crosswalk repairs
- Information Technology infrastructure and hardware

2019 Capital Plan

- Streets – top 25 arterial safety and improvements
- Wayfinding signage and Eastside Masterplan
- Cohen site improvements and Sun City Lights projects
- Neighborhood waterpark, park, and flat field improvements

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