

ITEM # 7  
DATE 08-26-2008

**COUNCIL ACTION FORM**

**SUBJECT: SETTING DATE OF PUBLIC HEARING FOR AUTHORIZATION TO ISSUE ESSENTIAL GENERAL OBLIGATION CORPORATE PURPOSE BONDS, SERIES 2008A, IN AN AMOUNT NOT TO EXCEED \$8,355,000**

**BACKGROUND:**

The budget for FY 2008/09 included General Obligation Bond funded capital improvement projects in the amount of \$12,170,573. All projects were reviewed and issuance amounts adjusted based on timing of projects and current price estimates. Adjustments primarily related to delays in projects have significantly reduced our bond issue amount.

Projects to be funded by this issue include the following:

Arterial Street Improvements (North Dakota)	\$ 30,000
CyRide Route Improvements (Various Locations)	100,000
Collector Street Pavement Improvements	100,000
Downtown Paving (Burnett)	50,000
Concrete Pavement Reconstruction	200,000
Furman Aquatic Center	5,278,000
Raw Well Water Loop Line (Abated by Water)	2,500,000
Issuance Costs	97,000
Total	<u>\$ 8,355,000</u>

Issuance of the bonds requires that a public hearing be held.

**ALTERNATIVES:**

1. Establish September 23, 2008, as the date to take action to authorize the issuance of Essential General Obligation Corporate Purpose Bonds, Series 2008A, not to exceed \$8,355,000.
2. Delay the hearing on the issuance of General Obligation bonds.

**MANAGER'S RECOMMENDED ACTION:**

Issuance of these bonds is necessary in order to accomplish the City's approved capital improvements this fiscal year.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, thereby establishing September 23, 2008, as the date to take action to authorize the issuance of Essential General Obligation Corporate Purpose Bonds, Series 2008A, not to exceed \$8,355,000.