

**COUNCIL ACTION FORM**

**SUBJECT: SETTING DATE OF PUBLIC HEARING FOR AUTHORIZATION TO  
ISSUE ESSENTIAL GENERAL OBLIGATION CORPORATE PURPOSE  
BONDS, SERIES 2009B, IN AN AMOUNT NOT TO EXCEED  
\$11,165,000**

**BACKGROUND:**

The 2009/10 budget included General Obligation Bond funded capital improvement projects in the amount of \$11,165,000. All projects were reviewed and issuance amounts adjusted based on timing of projects and current price estimates. Favorable bids for the raw water loop line eliminated the need to issue planned additional bonds in the amount of \$400,000 for the project.

Projects to be funded by this issue include the following:

**2009/2010 CIP G.O. Bond Issue:**

SW Ames Stormwater Management	\$ 475,000
Arterial Street Pavement Improvements	468,000
Collector Street Pavement Improvements	1,000,000
CyRide Route Pavement Improvements	800,000
Concrete Pavement Improvements	1,625,000
Asphalt Pavement Improvement Program	500,000
Downtown Pavement Improvements	500,000
Subtotal	<u>\$ 5,368,000</u>

**Carried Forward from 2008/2009 CIP:**

Concrete Pavement Improvements	\$ 1,225,000
Asphalt Pavement Improvement Program	350,000
Collector Street Pavement Improvements	900,000
CyRide Route Pavement Improvements	900,000
Arterial Street Pavement Improvements	437,573
Downtown Pavement Improvements	700,000
Subtotal	<u>\$ 4,512,573</u>

***Planned Tax Increment Financing (TIF):***

South Bell TIF	\$ 1,152,000
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Issuance Costs	<u>\$ 132,427</u>
<b>Total Debt Issue</b>	<b><u>\$ 11,165,000</u></b>

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

**ALTERNATIVES:**

1. Establish August 25, 2009, as the date to take action to authorize the issuance of Essential General Obligation Corporate Purpose Bonds, Series 2009B, not to exceed \$11,165,000.
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 coming year.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, thereby establishing August 25, 2009, as the date to take action to authorize the issuance of Essential General Obligation Corporate Purpose Bonds, Series 2009B, not to exceed \$11,165,000.