

COUNCIL ACTION FORM

SUBJECT: RESOLUTION APPROVING OFFICIAL STATEMENT FOR GENERAL OBLIGATION CORPORATE PURPOSE BONDS, SERIES 2011B AND SETTING DATE OF SALE FOR OCTOBER 25, 2011

BACKGROUND:

The 2011/12 budget included General Obligation (G.O.) Bond funded capital improvement projects in the amount of \$6,675,000. The City Council has held a public hearing on issuance of these bonds. Council action is now required to set the date of sale for October 25, 2011, and to approve the official statement.

The Official Statement, or "Preliminary Official Statement", is the offering document for municipal securities, in preliminary form, which does not contain pricing information. The Statement provides several financial disclosures and information about the City. This "Preliminary Official Statement" is on file in the City Clerk's Office and can be viewed on the City's Website.

Projects to be funded by this issue include the following:

2011/2012 CIP G.O. Bond Issue:

West Lincoln Way Intersection Improvements	\$ 150,000
S. Duff/ 16 th Street Frontage and Hickory Drive Reconstruction	300,000
Arterial Street Pavement Improvements	60,000
Collector Street Pavement Improvements	1,898,500
Asphalt Pavement Improvement Program	2,576,000
Downtown Pavement Improvements	750,000
Asphalt Resurfacing	765,500
City Hall Improvements General Corporate Purpose	70,000
Subtotal	<u>\$ 6,570,000</u>
Issuance Cost / Allowance for Sale at Premium	105,000
Total Debt Issue	<u>\$ 6,675,000</u>

ALTERNATIVES:

1. Adopt a resolution approving the Official Statement for General Obligation Corporate Purpose Bonds, Series 2011B and setting the date of sale for October 25, 2011.
2. Refer the Official Statement back to City staff for modifications.

MANAGER'S RECOMMENDED ACTION:

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

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, thereby adopting a resolution approving the Official Statement for General Obligation Corporate Purpose Bonds, Series 2011B and setting the date of sale for October 25, 2011.