

ITEM #: 28  
DATE: 09-10-24  
DEPT: FIN

**COUNCIL ACTION FORM**

**SUBJECT: RESOLUTION AUTHORIZING AND APPROVING A LOAN AGREEMENT, PROVIDING FOR THE SALE AND ISSUANCE OF GENERAL OBLIGATION CORPORATE PURPOSE BONDS, SERIES 2024A, AND PROVIDING FOR THE LEVY OF TAXES TO PAY THE SAME**

**BACKGROUND:**

The FY 2024/25 Budget includes General Obligation (G.O.) Bond-funded capital improvement projects in the amount of \$18,534,116. The City Council held a public hearing on the issuance of the non-pool bonds on March 26, 2024. Separately, on September 14, 2021, the City Council held a public hearing for the issuance of G.O. Bonds to fund a capital improvement project for the Indoor Aquatic Center. Council action is now required to authorize the sale.

Projects to be funded by this bond issue include the following:

Intelligent Transportation System	476,100
Airport Entryway Improvements	680,000
<u>Ada Hayden Heritage Park</u>	<u>700,000</u>
<b>Total G.O. Essential Corporate Purpose:</b>	<b>1,856,100</b>

<u>Indoor Aquatic Center:</u>	<u>16,678,016</u>
<b>Total G.O. Issuance:</b>	<b>18,534,116</b>

<u>Estimated Issuance Costs</u>	<u>275,884</u>
<b>Grand Total - 2024/25 G. O. Issuance</b>	<b>18,810,000</b>

**On the morning of September 10, 2024, the City will accept bids for the bonds per the terms of our offering statement. The bids will be evaluated by the City's financial advisor, the City's Bond Counsel, and by City staff to recommend an award to the bidder with the lowest cost. A report of bids will be provided to Council at the September 10, 2024 meeting. The City Council will then be asked to adopt a resolution accepting bids and authorizing award of the sale of bonds to the chosen bidder.**

**ALTERNATIVES:**

1. Adopt a resolution accepting bids and authorizing the sale and issuance of General Obligation Bonds in an amount not to exceed \$18,810,000.
2. Reject the bond sale resolution and delay the capital projects.

**CITY MANAGER'S RECOMMENDED ACTION:**

Issuance of these bonds is necessary in order to accomplish the City's approved capital improvements during this fiscal year. Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, as described above.