

Staff Report Memo



To: City Manager, City Council, Mayor	From: Scott Jurges, Finance and Admin Svs Director
Date: August 20, 2024	
Re: GO Bond \$30,000,000 for 30 years	
Meeting Requested:	Business Meeting <input checked="" type="checkbox"/> Work Session <input checked="" type="checkbox"/> Other <input type="checkbox"/> _____
Public Hearing Needed?	Yes <input type="checkbox"/> No <input type="checkbox"/> Undetermined <input checked="" type="checkbox"/>
CM Approval or Denial	Denied <input type="checkbox"/> Approved <input type="checkbox"/> Continued <input type="checkbox"/> CM Signature: _____

Summary:

The GO bond resolution is prepared and ready to be discussed and voted on by Council during the Work Meeting and the Business Meeting.

Following are some excerpts or summaries from the resolution:

The bond would be for no more than \$30,000,000 for a period of no more than 30 years.

If the Bonds are issued as planned, a property tax sufficient to pay debt service on the Bonds will be required over a period of thirty (30) years in the estimated average amount of ~~\$137.16~~ \$134.89 per year on a \$770,100 primary residence and in the estimated amount of ~~\$249.36~~ \$245.28 per year on a business property having the same value.

This outlines the cost on the average home and on a business property with the same value.

In the event the proposition for the Bonds is approved at the Bond Election, the City reasonably expects to reimburse itself from proceeds of debt to be incurred by the City, capital expenditures advanced for the acquisition and construction of the improvements herein described in a principal amount of not more than \$10,000,000.

This allows us to “pay back” the general fund for expenses used to date for the debt service on the current bond that is in place on the portion of the property that we already own. It will also allow for reimbursement of other costs we may incur prior to the bonds being issued.

Please see the resolution for an additional details.