CITY OF WEST DES MOINES
CITY COUNCIL MEETING COMMUNICATION

ITEM: Establish Date of Public Hearing for Issuance of Not to Exceed $3,680,000 Essential Corporate Purpose (ECP) General Obligation Refunding Bonds

DATE: February 9, 2015

FINANCIAL IMPACT: Final debt service amounts (principal and interest) are undetermined, pending final sale details. The current estimate of overall interest savings is approximately $136,000 (net present value).

BACKGROUND: This action will ultimately allow a potential sale of not to exceed $3,680,000 of General Obligation Bonds to (crossover) refund outstanding General Obligation Bonds issued in 2008. The original bonds were issued to construct a number of CIP projects related to the Aviva USA facility (within Mills Parkway Sub-district 6) which were completed around that time. Rates on the Series 2008B bonds have been monitored by staff and the City's financial advisors, Public Financial Management (PFM) and the market is favorable to support a crossover refunding at this time.

This bond refunding transaction will be completed as part of the larger sale of "new money" General Obligation bonds, the sale of which was previously approved by the City Council. The joint sale allows for the reduction of sales costs and fees associated with issuance.

The recommended action will establish February 23, 2015, as the date for a public hearing on the issuance of refunding bonds. It is anticipated that the sale details of this refunding transaction will be brought forward for approval at the Council Meeting of March 9, 2015.

OUTSTANDING ISSUES (if any): None

RECOMMENDATION: Adoption of resolution establishing a public hearing to be held on February 23, 2015, for the issuance of not to exceed $3,680,000 Essential Corporate Purpose General Obligation Bonds

Lead Staff Member: Tim Stiles, Finance Director

STAFF REVIEWS

Department Director	
Appropriations/Finance	
Legal	
Agenda Acceptance	RTJ

PUBLICATION(S) (if applicable)

Published In	
Dates(s) Published	

SUBCOMMITTEE REVIEW (if applicable)

Committee	Finance & Administration		
Date Reviewed	January 24, 2015		
Recommendation	Yes	No	Split

Council Member _____ introduced the following Resolution entitled "RESOLUTION FIXING DATE FOR A MEETING ON THE PROPOSITION OF THE ISSUANCE OF NOT TO EXCEED $3,680,000 GENERAL OBLIGATION URBAN RENEWAL REFUNDING BONDS OF THE CITY OF WEST DES MOINES, STATE OF IOWA (FOR ESSENTIAL CORPORATE URBAN RENEWAL PURPOSES), AND PROVIDING FOR PUBLICATION OF NOTICE THEREOF", and moved that the same be adopted. Council Member _____ seconded the motion to adopt. The roll was called and the vote was,

AYES: _____

_____

NAYS: _____

Whereupon, the Mayor declared the resolution duly adopted as follows:

RESOLUTION FIXING DATE FOR A MEETING ON THE PROPOSITION OF THE ISSUANCE OF NOT TO EXCEED $3,680,000 GENERAL OBLIGATION URBAN RENEWAL REFUNDING BONDS OF THE CITY OF WEST DES MOINES, STATE OF IOWA (FOR ESSENTIAL CORPORATE URBAN RENEWAL PURPOSES), AND PROVIDING FOR PUBLICATION OF NOTICE THEREOF

WHEREAS, by Resolution No. 99-06-14-05, adopted July 26, 1999, as amended by Resolution No. 03-11-10-05, adopted on November 10, 2003; as further amended and restated by Resolution No. 07-03-12-06, adopted on March 26, 2007; as further amended and restated by Roll Call No. 08-068, adopted on March 10, 2008; as further amended and restated by Resolution No. 08-12-01-08, adopted on December 1, 2008; as further amended and restated by Resolution No. 12-11-12-08, adopted on November 12, 2012; as further amended and restated by Resolution No. 13-11-11-07, adopted on November 11, 2013; and as further amended and restated by Resolution No. 14-11-17-09, adopted on November 17, 2014, this Council found and determined that certain areas located within the City are eligible and should be designated as an urban renewal area under Iowa law, and approved and adopted the Mills Parkway Urban Renewal Plan (the "Plan") for the Mills Parkway Urban Renewal Plan Area (the "Area" or "Urban Renewal Area"), which Plan is on file in the office of the Recorders of Dallas and Polk Counties, Iowa; and

WHEREAS, it is deemed necessary and advisable that the City of West Des Moines, State of Iowa, should issue General Obligation Urban Renewal Refunding Bonds, to the amount of not to exceed $3,680,000, as authorized by Sections 384.25 and 403.12, of the Code of Iowa,

for the purpose of providing funds to pay costs of carrying out essential corporate urban renewal purpose project(s) as hereinafter described; and

WHEREAS, before bonds may be issued, it is necessary to comply with the procedural requirements of Chapters 384 and 403 of the Code of Iowa, and to publish a notice of the proposal to issue such bonds and the right to petition for an election.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF CITY OF WEST DES MOINES, STATE OF IOWA:

Section 1. That this Council meet in the Council Chambers, City Hall, 4200 Mills Civic Parkway, West Des Moines, Iowa, at 5:30 P.M., on the 23rd day of February, 2015, for the purpose of taking action on the matter of the issuance of not to exceed $3,680,000 General Obligation Urban Renewal Refunding Bonds, for essential corporate urban renewal purposes, the proceeds of which bonds will be used to provide funds to pay the costs of aiding in the planning, undertaking and carrying out of urban renewal projects under the authority of Iowa Code chapter 403 and the Amended and Restated Urban Renewal Plan for the Mills Parkway Urban Renewal District, including refunding the outstanding General Obligation Urban Renewal Bonds, Series 2008B.

Section 2. To the extent any of the projects or activities described in this resolution may be reasonably construed to be included in more than one classification under Division III of Chapter 384 of the Code of Iowa, the Council hereby elects the "essential corporate purpose" classification and procedure with respect to each such project or activity, pursuant to Section 384.28 of the Code of Iowa.

Section 3. That the Clerk is hereby directed to cause at least one publication to be made of a notice of the meeting, in a legal newspaper, printed wholly in the English language, published at least once weekly, and having general circulation in the City. The publication to be not less than ten clear days nor more than twenty days before the date of the public meeting on the issuance of the Bonds.

Section 4. The notice of the proposed action to issue bonds shall be in substantially the following form:

(To be published on or before: February 11, 2015)

NOTICE OF MEETING OF THE CITY COUNCIL OF THE CITY OF WEST DES MOINES, STATE OF IOWA, ON THE MATTER OF THE PROPOSED ISSUANCE OF NOT TO EXCEED $3,680,000 GENERAL OBLIGATION URBAN RENEWAL REFUNDING BONDS OF THE CITY (FOR ESSENTIAL CORPORATE URBAN RENEWAL PURPOSES), AND THE HEARING ON THE ISSUANCE THEREOF

PUBLIC NOTICE is hereby given that the City Council of the City of West Des Moines, State of Iowa, will hold a public hearing on the 23rd day of February, 2015, at 5:30 P.M., in the Council Chambers, City Hall, 4200 Mills Civic Parkway, West Des Moines, Iowa, at which meeting the Council proposes to take additional action for the issuance of not to exceed $3,680,000 General Obligation Urban Renewal Refunding Bonds, for essential corporate urban renewal purposes, to provide funds to pay the costs of aiding in the planning, undertaking and carrying out of urban renewal projects under the authority of Iowa Code chapter 403 and the Amended and Restated Urban Renewal Plan for the Mills Parkway Urban Renewal District, including refunding the outstanding General Obligation Urban Renewal Bonds, Series 2008B.

At any time before the date of the meeting, a petition, asking that the question of issuing such Bonds be submitted to the legal voters of the City, may be filed with the Clerk of the City, including the drop box at City Hall during non-business hours, in the manner provided by Section 362.4 of the Code of Iowa, pursuant to the provisions of Sections 384.24(3)(q), 384.25 and 403.12 of the Code of Iowa.

At the above meeting the Council shall receive oral or written objections from any resident or property owner of the City to the above action. After all objections have been received and considered, the Council will at the meeting or at any adjournment thereof, take additional action for the issuance of the Bonds or will abandon the proposal to issue said Bonds.

This notice is given by order of the City Council of the City of West Des Moines, State of Iowa, as provided by Chapters 384 and 403 of the Code of Iowa.

Dated this 9th day of February, 2015.

_____

City Clerk, City of West Des Moines, State of Iowa

(End of Notice)

PASSED AND APPROVED this 9th day of February, 2015.

_____
Mayor

ATTEST:

_____
City Clerk