CITY OF WEST DES MOINES
CITY COUNCIL MEETING COMMUNICATION

ITEM: Issuance of not to exceed $12,150,000 General Obligation Bonds

DATE: February 9, 2015

FINANCIAL IMPACT: Issuance proceeds are calculated to reflect overall debt service (principal and interest) levy, for FY 2015-16 at the Council-established goal of $1.95/$1,000 taxable valuation level. The debt will be structured to accommodate annual borrowings to continue at a borrowing level of .5 million per year in the future. Total tax revenue to be received in FY 2015-16 through the Debt Service Levy is approximately $8,586,000, of which this issuance will require $1,125,000.

BACKGROUND: This action will allow the future sale of $12,150,000 of General Obligation Bonds to partially defray the costs of constructing a number of CIP projects included in prior, current, and future fiscal year budgets.

With this item, the Council is being asked to adopt a resolution directing that the FY 2015-16 budgets include the proper amount of revenue needed to meet the debt service requirements of this issue (plus that of previous issuances), while still meeting the Council goal of an overall debt service levy rate of $1.95/$1,000 taxable valuation. This approval will allow the City to issue these bonds and also collect revenue through the debt service levy in an amount needed to repay the bonds.

OUTSTANDING ISSUES (if any): None

RECOMMENDATION: Adoption of Resolution authorizing the issuance of $12,150,000 General Obligation Bonds and levying a tax for the payment thereof. The resulting overall debt service tax levy will be $1.95 per $1,000 of taxable valuation.

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 14, 2015		
Recommendation	Yes	No	Split

Council Member _____ introduced the following Resolution entitled "RESOLUTION AUTHORIZING THE ISSUANCE OF $12,150,000 GENERAL OBLIGATION BONDS, SERIES 2015D, AND LEVYING A TAX FOR THE PAYMENT 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 AUTHORIZING THE ISSUANCE OF $12,150,000 GENERAL OBLIGATION BONDS, SERIES 2015D, AND LEVYING A TAX FOR THE PAYMENT THEREOF

WHEREAS, the City of West Des Moines, State of Iowa ("Issuer"), is a municipal corporation, organized and existing under the Constitution and laws of the State of Iowa, and is not affected by any special legislation; and

WHEREAS, the Issuer is in need of funds to pay costs of acquisition of emergency services communication equipment and systems; street, sidewalk, and trail improvements, with related utility and site improvements; improvements and equipping city parks and trails; improvements to the Community Center; improvements and equipping the library, city hall, and parking lot improvements at various city facilities; improvements at the Valley View Aquatic Center, and site development for a new 39th Street Park; HVAC improvements to Fire/EMS station #18; improvements to the Law Enforcement Center; and equipping city hall including acquisition of communication equipment (the "Project"), and it is deemed necessary and advisable that General Obligation Bonds, Series 2015D, in the amount of $12,150,000 be issued; and

WHEREAS, the City Council has taken such acts as are necessary to authorize issuance of the Bonds; and

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

Section 1. Authorization of the Issuance. General Obligation Bonds, Series 2015D, in the amount of $12,150,000 shall be issued pursuant to the provisions of Iowa Code Section 384.28 for the purposes covered by the hearings.

Section 2. Levy of Annual Tax. For the purpose of providing funds to pay the principal and interest as required under Chapter 76.2, there is levied for each future year the following direct annual tax upon all the taxable property in the City of West Des Moines, State of Iowa, to wit:

AMOUNT	FISCAL YEAR (JULY 1 TO JUNE 30) YEAR OF COLLECTION
$1,125,000	2015/2016

Principal and interest coming due at any time when the proceeds of the tax on hand are insufficient to pay the amount due shall be promptly paid when due from current funds available for that purpose and reimbursement must be made.

Section 3. Amendment of Levy of Annual Tax. Based upon the terms of the future sale of the Bonds to be issued, this Council will file an amendment to this Resolution ("Amended Resolution") with the County Auditor.

Section 4. Filing. A certified copy of this Resolution shall be filed with the County Auditor of Counties of Polk, Warren, Madison and Dallas, State of Iowa, who shall, pursuant to Iowa Code Section 76.2, levy, assess and collect the tax in the same manner as other taxes and, when collected, these taxes shall be used only for the purpose of paying principal and interest on the Bonds.

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

_____
Mayor

ATTEST:

_____
City Clerk

Project Name	Amount	Category
Computer Systems		
Public Safety Dispatching Computer System	1,500,000	ECP
Library RFID Book Sorting Computer System	225,000	GCP-2
Buildings		
Community Center- Building Renovation	700,000	GCP-1
Fire/EMS Station #18- HVAC Improvements	550,000	GCP-4
LEC Remodel - Phase 2.1 (Locker Room)	195,400	GCP-5
LEC Garage/Storage Structures	345,800	GCP-5
City Hall Heat Pump Replacement	75,000	GCP-2
City Hall Communication Equipment	180,000	GCP-6
Trails		
Renovation / Replacement of Various Trail Sections	225,000	ECP
Install New Grand Avenue Trail (North of Fuller Road)	450,000	ECP
Trail Underpass Lighting Upgrade	60,000	ECP
Woodland Hills Greenway - Trails Plan	75,000	ECP
Parks		
Valley View Aquatic Center - SCS Replacement	263,000	GCP-3
Raccoon River Park - New Mintzer Shelter	20,000	ECP
Raccoon River Park - Irrigation Upgrade to Softball Fields	100,000	ECP
Fairmeadows Park Slope Stabilization	40,000	ECP
Woodland Hills Park- Phase 2 Equipment Installation	385,000	ECP
39th Street Park Site Development	350,000	GCP-3
Holiday Park Baseball Field Renovation - Phase 3 & 4	570,000	ECP
Holiday Park Softball Fields Renovation	235,000	ECP
Valley View Park Basketball Courts	269,000	ECP
Parking Lots, Streets, and Roadways		
22nd Street and Kingman Street Intersection Improvements	75,000	ECP
50th Street and Corporate Drive Intersection Improvements	60,000	ECP
50th Street and University Avenue Intersection Improvements	250,000	ECP
92nd Street and University Intersection Improvements	175,000	ECP
Jordan Creek Parkway and Westown Intersection Improvements	80,000	ECP
S 60th Street and MCP Intersection Improvements	150,000	ECP
S 50th St Widening - Mills to EP True	400,000	ECP
Various City Facilities-Parking Lot Repairs	340,000	GCP-2
Road Improvements (Ashworth Road Improvements)	3,656,800	ECP
	12,000,000	

	Project Costs	Issuance Costs	Total N-T-E
ECP:	$ 8,775,800.00	$ 324,200.00	$ 9,100,000.00
GCP-1:	$ 700,000.00	$ -	$ 700,000.00
GCP-2:	$ 640,000.00	$ 60,000.00	$ 700,000.00
GCP-3:	$ 613,000.00	$ 87,000.00	$ 700,000.00
GCP-4:	$ 550,000.00	$ 150,000.00	$ 700,000.00
GCP-5:	$ 541,200.00	$ 158,800.00	$ 700,000.00
GCP-6:	$ 180,000.00	$ 20,000.00	$ 200,000.00
	$ 12,000,000.00	$ 800,000.00	$ 12,800,000.00