CITY OF WEST DES MOINES
CITY COUNCIL MEETING COMMUNICATION

ITEM: Issuance of $7,665,000 General Obligation Bonds **DATE:** February 21, 2017

FINANCIAL IMPACT: Issuance proceeds are calculated to reflect overall debt service (principal and interest) levy, for FY 2017-18 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 $8.5 million per year in the future. Total tax revenue to be received in FY 2016-17 through the Debt Service Levy is approximately $10,100,000, of which this issuance will require approximately $2,449,000.

BACKGROUND: This action will allow the future sale of $7,665,000 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. A copy of the budgeted proposed projects is included with this item.

With this item, the Council is being asked to adopt a resolution directing that the FY 2017-18 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 $7,665,000 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	

PUBLICATION(S) (if applicable)

Published In	
Dates(s) Published	

SUBCOMMITTEE REVIEW (if applicable)

Committee	Finance & Administration		
Date Reviewed	January 11, 2017		
Recommendation	Yes	No	Split

Council Member _____ introduced the following Resolution entitled "RESOLUTION AUTHORIZING THE ISSUANCE OF $7,665,000 GENERAL OBLIGATION BONDS, SERIES 2017, 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
$7,665,000 GENERAL OBLIGATION BONDS, SERIES 2017,
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 improvements to City parks; construction, reconstruction and repair of streets improvements, including related utility work; construction, reconstruction and repair of sidewalks, pedestrian underpass and overpasses improvements, trails, retaining walls, culverts; tree removal and replacement in public right of ways, public grounds, and parks; and storm water improvements and planning for improvements and equipping works and facilities for the collection and disposal of surface waters and streams; improvements and equipping various City facilities and departments, including LEC, Library, and the parks department; improvements and equipping Valley View Aquatic Center; parking lot repairs and improvements to various City facilities; and improvements to City Hall, including heat pump replacements; and plan, design and prepare new City Parks, including new Hidden Point Park and Whisper Point Park (the "Project"), and it is deemed necessary and advisable that General Obligation Bonds, Series 2017, in the amount of $7,665,000 be issued; and

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

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 2017, in the amount of $7,665,000 shall be issued pursuant to the provisions of Iowa Code Sections 384.25, 384.26 and 384.28 for the purposes covered by the hearing.

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
$2,449,579	2017/2018
$ 574,873	2018/2019
$ 572,565	2019/2020
$ 574,249	2020/2021
$ 574,979	2021/2022
$ 574,583	2022/2023
$ 573,209	2023/2024
$ 575,921	2024/2025
$ 571,962	2025/2026
$ 576,408	2026/2027
$ 574,608	2027/2028
$ 572,760	2028/2029

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 21st day of February, 2017.

_____
Mayor

ATTEST:

_____
City Clerk

City of West Des Moines
Capital Improvement Program
Funding Source - General Obligation Bonds
FY 17-18

Project	*FY 17-18 Budget*	*Hearing*
Trail Renovation	275,000	*ECP-1*
Court Renovations	220,000	*ECP-1*
Concrete Renovations in Parks	50,000	*ECP-1*
Tree Removal/Forestation	30,000	*ECP-1*
Park Restrooms - Access Control	60,000	*ECP-1*
LEC - Air Balance / HVAC Improvements	63,000	*GCP-2*
LEC - Lower Level Remodel Phase 3	47,000	*GCP-2*
Library - Boiler Replacement	238,000	*GCP-2*
Library - HVAC Control System	143,000	*GCP-2*
City Hall - Heat Pump Replacement	210,000	*GCP-4*
Various City Facilities - Parking Lot Repairs	325,000	*GCP-4*
Valley View Aquatic Center - Partial Roof Replacement	149,000	*GCP-3*
Valley Junction Alleys	400,000	*ECP-1*
S. 50th Street Widening - Mills Civic Parkway to EP True Parkway	200,000	*ECP-1*
S. 33rd & Fuller Retaining Wall Repair	40,000	*ECP-1*
Sugar Creek Tributary - Culverts on Stagecoach Drive	958,000	*ECP-1*
EP True Parkway Widening - 81st to Jordan Creek Parkway	310,000	*ECP-1*
EP True Parkway Extension - West of 88th	225,000	*ECP-1*
1st & Ashworth Intersection Improvements	20,000	*ECP-1*
Mills Civic Parkway & S. 51st Intersection Improvements	40,000	*ECP-1*
Mills Civic Parkway & South Mall Entrance Intersection Improvements	60,000	*ECP-1*
1st & Railroad Intersection Improvements - Bicycle Advisory Commission	20,000	*ECP-1*
FLORER PARK		
Shelter Replacement & Horseshoe Court Lighting & Fence Upgrades	115,000	*ECP-1*
HIDDEN POINT PARK		
Site Plan, Design, & Grading	350,000	*GCP-5*
PINEDALE PARK		
Park Improvements - Shelter, Playground, Basketball Court	344,000	*ECP-1*
RACCOON RIVER PARK		
Canoe / Kayak Lockers + Access Improvements	70,000	*ECP-1*
VALLEY VIEW PARK		
Shelter / Restroom Facility (Sports Court Area)	770,000	*ECP-1*
Lighted Sand Volleyball Courts (2)	138,000	*ECP-1*
WHISPER POINT PARK		
Site Plan, Design, & Grading	180,000	*GCP-5*
WOODLAND HILLS PARK		
Park Improvements - Basketball & Tennis Courts, Loop Trail, Landscaping	450,000	*ECP-1*
AQUATIC CENTERS		
Valley View Aquatic Center - Leisure Pool Play Structure Replacement	270,000	*GCP-3*
VALLEY JUNCTION TRAIL CONNECTION		
Design	50,000	*ECP-1*
WINDSOR HEIGHTS TRAIL CONNECTION		
Feasibility Study	30,000	*ECP-1*
WOODLAND HILLS GREENWAY TRAIL		

City of West Des Moines
Capital Improvement Program
Funding Source - General Obligation Bonds
FY 17-18

	Project	FY 17-18 Budget	Hearing
	Trail Construction	315,000	ECP-1
GREENWAY WAYFINDING SIGNAGE			
	Wayfinding signage along non-CIT greenway trails	15,000	ECP-1
SITE FURNITURE			
	Bike Racks	10,000	GCP-2
JORDAN CREEK WATERSHED			
	Water Quality Improvements Plan & Intial Project/Grant Match	100,000	ECP-1
PROJECT PLANNING			
	"Game Changer" Project Refinement & Cost Estimating / Fundraising Plan	250,000	ECP-1
	Total	**7,540,000**	

ECP -- hearing 1	***5,555,000***	***NTE $5.7M***
GCP	***1,985,000***	
	7,540,000	
GCP -- hearing 2	***501,000***	***NTE $550K***
GCP -- hearing 3	***419,000***	***NTE $500K***
GCP -- hearing 4	***535,000***	***NTE $600K***
GCP -- hearing 5	***530,000***	***NTE $550K***
	1,985,000	