

November 12, 2015

To: Mayor and City Council Members

From: Douglas G. Faseler
City Manager

Re: Issuance of Utility Revenue Bonds and Reimbursement Resolution

Eight utility projects were approved in the Fiscal Year 2016 budget to be financed through the issuance of \$ 4,400,000 in Utility Revenue Bonds. These projects are:

SH 123 Bypass Pump Station	\$2,317,000
Wastewater Plant Belt Filter Press	\$ 503,000
Water Plant Filter Rehabilitation Engineering	\$ 441,000
Water Main Replacement Material	\$ 200,000
River Street Water Main Replacement	\$ 192,000
Fairway Manor Lift Station Replacement	\$ 180,000
Wal-Mart 16 Inch Water Main Extension	\$ 140,000
Geronimo Creek Pump Replacement	\$ 90,000
Contingency	\$ 337,000

In working with our financial advisors, the selling of these bonds is scheduled for January 2016, with proceeds to be received in February 2016.

The attached resolution provides for reimbursements to the Utility Fund of expenditures made toward these projects in advance of receiving the proceeds from the bond sale.

Staff recommends approval.

C.c. Susan Caddell
Rick Cortes