



# **DEBT/CIP FOLLOW UP WORK SESSION MAY 1, 2018**

**FY 2018 DEBT****APPROVED CIP  
PROJECTS**

• General Fund	\$16.3M
• Wastewater	\$ 4.0M
• Water	\$10.9M
• Stormwater	\$10.6M
• Electric	\$10.0M
Total	\$51.8M



**FY 2018 DEBT****ANTICIPATED  
DEBT ISSUANCE**

## Anticipated Debt for 2018

• General Fund	\$10.45M
• Wastewater	\$ 3.05M
• Water	\$ 5.22M
• Stormwater	\$10.08M
• Electric	\$ 4.35M
Total	\$33.15M



**FY 2018 DEBT** | **GENERAL FUND**

## Approved 2018 CIP Facility Related Projects

• City Facility HVAC	\$ 150,000
• City Facility Parking Lots	\$ 200,000
• City Facility Renovations	\$ 400,000
• Animal Shelter Rehab & Remodel	\$ 275,000
Total	\$1,025,000



**FY 2018 DEBT****CRITICAL  
PROJECTS**

Facility	Project	Description	Total Cost
Activity Center	Renovate restrooms and locker rooms, paint, carpet, pool time	Heavily used facility has original 20 year old tile and carpet, tile failing in locker rooms indicating water infiltration, plumbing and electrical in need of updating	\$200K Bonds \$ 90K Cash
City Hall	Replace windows in Legal Dept	Glass is stressed due to foundation issues. Replace current glass with tempered or safety glass	\$25K Bonds
Animal Shelter	Replace roof, upgrade kennels, replace freezer, remodel euthanasia room	Roof is leaking, kennels need to be brought up to code for State inspection, remodel euthanasia room so freezer is located in room	\$130K Bonds
Price Center	Replace roof	Roof is leaking and causing damage to the building and contents	\$130K Bonds
Cock House	Replace roof and sewer line	Roof is leaking and causing damage to the building and contents, sewer line needs to be replaced to prevent future sewer back ups	\$115K Bonds
Fire Station #1	Bathroom remodel due to foundation settling	Settling at Fire Station #1 has caused continuing plumbing breaks and leaks	\$16K bonds
Parking Lots	Activity Center, Library	Parking lots across the City are in need of rehabilitation including the Activity Center and Library	\$85K Bonds



**Total Critical Projects \$710,500**

**FY 2018 DEBT** | **FUNDING OPTIONS**

- Move forward with bond funding
  - Reduce bond issuance from \$1,025,000 to \$710,500
- Utilize Best Buy collections
  - Estimated total collections for FY18-\$1.9M
  - \$1.3M year to date collections. \$875K available after funding The Village Main
- Defer projects until FY2019



**FY 2018 DEBT****FUTURE CRITICAL  
NEEDS**

- Estimated \$900K in critical repair/replacement/remodels needed for FY19
- Temporary building to accommodate needed work spaces-future discussion
- Non-critical deferred maintenance
  - Already expended FY18 budget and still have 5 months remaining which include summer months
- Re-establish fund balance reserves to create capacity for FY19 budgeted recurring expenses



# **FY 2018 DEBT** | **BOND TERMS**

Max Bond Term	5 years	10 years	15 years	20 years	Total
General Fund	50,000	3,545,000	305,000	6,550,000	10,450,000
Wastewater		25,000		3,020,000	3,045,000
Water		25,000		5,195,000	5,220,000
Stormwater	500,000	220,000		9,360,000	10,080,000
Electric				4,350,000	4,350,000
Total	550,000	3,815,000	305,000	28,475,000	33,145,000





**FY 2018 DEBT** | **RECOMMENDATION**

- Recommend issuing general fund bonds for critical projects as planned
  - HOT fund does not have capacity to cash fund sports related projects
  - Could redirect Sports Tourism budget for Ramon Lucio project of \$50K
- Reserve Best Buy revenue for other one-time expenses, deferred maintenance, and fund balance
- Continued selective use of bond funds to do remodel, reimage, useful life extending and upgrade projects
- Build operating budget over a period of several years to fund required maintenance levels

