

LRB – RESEARCH AND ANALYSIS SECTION ANALYSIS

JANUARY 14, 2008 AGENDA

ITEM 9, FILE 081143

FINANCE & PERSONNEL COMMITTEE

JAMES CARROLL

File #081143 is a resolution relating to the sale of general obligation bonds in the aggregate amount of \$6,037,000 for bridges.

Background and Discussion

1. The Comptroller's Office annually submits initial-borrowing resolutions for projects and programs approved in the adopted budget.
2. The resolution authorizes the sale of general obligation bonds in the amount of \$6,037,000 for bridges.
3. The borrowing will provide funding for the following:
 - **Bridge Construction-State and Federally Funded - \$762,000**– The program assures a level of expenditures for bridge improvements that are consistent with the ability to finance improvements necessary to preserve the City's bridge system, with State and Federal grant and aid.
 - **Bridge Reconstruction – Local - \$5,275,000** – The program assures a level of expenditures for bridge improvements and repairs necessary to preserve the City's bridges through new borrowing.

Fiscal Impact

Until the actual structuring of the debt issue is determined by the Public Debt Commission, details relating to the long-term fiscal impact will not be known. Depending on actual sale date in 2009, a maximum of 6 months interest would be incurred during the year. If sold after July 1, 2009, there would be no fiscal impact in 2009.

Cc:	Marianne Walsh	Prepared by:	
	Craig Kammholz	Jim Carroll, X8679	Mark
Nicolini		LRB Research & Analysis	
	W. Martin Morics	January 9, 2009	
	Richard Li		