

LRB – RESEARCH AND ANALYSIS SECTION ANALYSIS

JANUARY 10, 2008 AGENDA

ITEM 22 FILE 071195

FINANCE & PERSONNEL COMMITTEE

JAMES CARROLL

File #071195 is a resolution relating to the sale of general obligation bonds in the aggregate amount of \$4,486,000 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 \$4,486,000 for bridges.
3. The borrowing will provide funding for the following:
 - **Bridge Construction-State and Federally Funded - \$3,046,000** – 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 - \$1,440,000** – 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 2008, a maximum of 6 months interest would be incurred during the year. If sold after July 1, 2008, there would be no fiscal impact in 2008.

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