

LRB – RESEARCH AND ANALYSIS SECTION ANALYSIS

JANUARY 10, 2008 AGENDA

ITEM 30, FILE 071203

FINANCE & PERSONNEL COMMITTEE

JAMES CARROLL

File #71203 is a resolution relating to issuance and sale of general obligation bonds in the aggregate amount of \$2,362,000 for fire engines and other equipment of the fire department.

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 \$2,362,000 for fire engines and other equipment.
3. The borrowing provides funding for the following:
 - **Major Capital Equipment - \$2,362,000** – The 2008 Budget includes funding for the purchase of 3 ambulances, 3 engines and 1 aerial ladder truck in order to maintain the established national standards for the replacement cycle for major equipment.

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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