

## LRB – RESEARCH AND ANALYSIS

JANUARY 11, 2006 AGENDA

ITEM 28 FILE 051147

FINANCE & PERSONNEL COMMITTEE

JAMES CARROLL

File #051147 is a resolution relating to the issuance and sale of general obligation bonds in the amount of \$67,165,494 for a project undertaken for sewage disposal, sewer improvement and construction.

### Background and Discussion

1. The Comptroller's Office annually submits initial-borrowing resolutions for projects and programs approved in the adopted budget and approved carryover borrowing (File #050989).
2. The resolution authorizes the sale of general obligation bonds in the amount of \$67,165,494 for a project undertaken for sewage disposal, sewer improvement and construction.
3. The table below shows the project and the amount of borrowing authorized by this resolution.

<b>Capital Project</b>	<b>Budget</b>	<b>Amount</b>
Expansion of Capacity, Various Locations	2004	\$1,544,494
Expansion of Capacity, Various Locations	2005	\$2,659,000
Expansion of Capacity, Various Locations	2006	\$3,000,000
DOA: Expansion of Capacity	2006	\$52,500
<b>Sewer Maintenance Fund</b>		
2003 Authorization	2003	\$3,500
2004 Authorization	2004	\$13,700,000
2005 Authorization	2005	\$22,706,000
2006 Authorization	2006	\$22,500,000
Water Quality Projects	2006	\$1,000,000
<b>Total</b>		<b>\$67,165,494</b>

### 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 2006, a maximum of 6 months interest would be incurred during the year. If sold after July 1, 2006, there would be no fiscal impact in 2006.

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