

LRB – RESEARCH AND ANALYSIS

JANUARY 13, 2010 AGENDA

ITEM 20, FILE #091035

FINANCE & PERSONNEL COMMITTEE

JAMES CARROLL

File #091035 is a resolution relating to issuance and sale of general obligation bonds in the aggregate amount of \$21,337,000 for sewerage.

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 \$21,337,000 for a project undertaken for sewage disposal, sewer improvement and construction.
3. The table below shows the projects and the amount of borrowing authorized by this resolution:

Capital Project	Amount
Sewer Relay Program	\$13,562,000
I & I Reduction Projects	\$ 5,850,000
Total Suspended Solids in Stormwater Reduction	\$ 1,925,000
Total	\$21,337,000

Fiscal Impact

This resolution authorizes general obligation debt for the detailed specific purpose. The actual debt is issued pursuant to a separate General Obligation note or General Obligation Bond resolution. 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 2010, a maximum of 6 months interest would be incurred during the year. If sold after July 1, 2010, there would be no fiscal impact in 2010.

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