

LRB – RESEARCH AND ANALYSIS

JANUARY 13, 2010 AGENDA

ITEM 16, FILE #091031

FINANCE & PERSONNEL COMMITTEE

JAMES CARROLL

File #091031 is a resolution relating to the sale of general obligation bonds in the aggregate amount of \$6,425,000 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 \$6,425,000 for bridges.
3. The borrowing will provide funding for the following:
 - **Bridge Reconstruction – Local -\$6,425,000** – The program assures a level of expenditures for bridge improvements and repairs necessary to preserve the City's bridges through new borrowing. A majority of the \$6.4 million in proposed 2010 funding for the City's Local Bridge Program will be earmarked for the rehabilitation or replacement of the Juneau Ave. Bascule Bridge, which currently has an estimated total cost of roughly \$8.3 million.

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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LRB Research & Analysis
December 4, 2009