



City of Greensboro

Melvin Municipal
Office Building
300 W. Washington Street
Greensboro, NC 27401

Agenda Report

File Number: 2022-956

Agenda Item# I. 12.

Agenda Date: 9/20/2022. **Department:** Financial & Administrative Services

Meeting Type: Council Meeting **Category:** General Business Agenda

Title: 2022 – 956 Resolution Providing for the Sale and Issuance of Not to Exceed \$57,000,000 General Obligation Public Improvement Bonds, Series 2022B

Council Priority: Place an ‘x’ in the box.

- Create an Environment to Promote Economic Development Opportunities and Job Creation
- Maintain Infrastructure and Provide Sustainable Growth Opportunities
- Promote Public Safety & Reduce Crime
- Exceptional Customer Service and a Diverse City Government Workforce
- Ensure Fiscal Stewardship, Transparency, & Accountability

Council District: All

Public Hearing: No

Advertising Date/By: N/A

Contact 1 and Phone: Marlene Druga, Ext 2094

Contact 2 and Phone: Charles Watts, Ext 2320

PURPOSE:

In 2016, voters approved \$126 million in general obligation bonds for Housing, Community and Economic Development, Parks and Recreation and Transportation purposes. The City issued \$40 million of bonds in 2018, \$50 million of bonds in February 2020 and plans to issue the remaining \$36 million in October 2022. Of this issuance, it is estimated that not to exceed \$18 million from the 2016 referendum will be issued on a “tax-exempt” basis as follows and constitutes a portion of the Series 2022B tax-exempt bonds:

Parks and Recreation	\$10,000,000
Transportation	\$8,000,000

On July 26 2022, voters approved \$135 million in general obligation bonds for Parks and Recreation (\$70 million), Housing (\$30 million), Transportation (\$15 million), Firefighting Facilities (\$14 million), and Law Enforcement Facilities (\$6 million) purposes.

The City plans to issue \$47 million of the 2022 referendum bonds in October 2022, of which \$39 million is planned to be issued on a “tax-exempt” basis as part of the Series 2022B bonds for:

Parks and Recreation	\$27,000,000
Fire Facilities	\$6,000,000
Law Enforcement Facilities	\$6,000,000

The remaining 2022 referendum bonds are planned to be issued over the next seven years.

Summary of Requested Sale and Issuance:

2022A Bonds (Taxable)

Housing	\$ 6,600,000	(2016 Referendum remaining)
Comm. & Econ Dev	\$11,400,000	(2016 Referendum remaining)
Housing	\$ 8,000,000	(2022 Referendum)
Subtotal	<u>\$26,000,000</u>	

2022B Bonds (Tax-Exempt)

Parks & Recreation	\$10,000,000	(2016 Referendum remaining)
Transportation	\$8,000,000	(2016 Referendum remaining)
Parks & Recreation	\$27,000,000	(2022 Referendum)
Firefighting Facilities	\$6,000,000	(2022 Referendum)
Law Enforcement Facilities	<u>\$6,000,000</u>	(2022 Referendum)
Subtotal	<u>\$57,000,000</u>	

Total Not to Exceed \$83,000,000

The Preliminary Official Statement (POS) of the 2022A and 2022B Bonds may be viewed at <https://www.greensboro-nc.gov/home/showdocument?id=53888>

The Appendix A of the POS – The City Section may be viewed at <https://www.greensboro-nc.gov/home/showdocument?id=53886>

Please note: These documents are still being updated.

BACKGROUND:

City Council and the Local Government Commission have taken all necessary actions in order to prepare for the sale and issuance of these bonds.

BUDGET IMPACT:

Appropriations are included in the FY 2022-2023 Debt Service Fund to pay necessary debt service for these bonds. Ordinances will also be necessary to establish and amend existing 2022 Referendum Bond Funds. Budget adjustments will also be necessary to accommodate this request.

ACCOUNT NUMBER:

493-5003-01.5410
493-0000-00.9002
494-4001-01.5410
494-0000-00.9002
495-3501-01.55410
495-0000-00.9002
496-2101-01.5410
496-0000-00.9002

RECOMMENDATION / ACTION REQUESTED:

It is recommended that City Council adopt the attached resolution providing for the sale and issuance of not to exceed \$57,000,000 General Obligation Public Improvement Bonds, Series 2022B.