



City of Greensboro

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

Agenda Report

File Number: 2024-454

Agenda Item# I.4.

Agenda Date: 6/18/2024. **Department:** Financial & Administrative Services
Meeting Type: Council Meeting **Category:** General Business Agenda

Title: 2024 – 454 Ordinance for Issuance and Sale of 2024 LOBs for Financing Garage and Other Capital Improvements

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

- | | |
|--|--|
| <input type="checkbox"/> Safest City | <input type="checkbox"/> Most Skilled Workforce |
| <input type="checkbox"/> Easiest Place to Do Business | <input type="checkbox"/> Most Connected City |
| <input type="checkbox"/> Youth Sports Capital | <input type="checkbox"/> Hub of Recreation and Entertainment |
| <input type="checkbox"/> Abundance of Attainable Housing | <input checked="" type="checkbox"/> Other/Admin <u>Funding of Infrastructure</u> |

Council District: All

Public Hearing: Yes

Advertising Date/By: 5/23/2024

Contact 1 and Phone: Marlene Druga, Ext.2094

Contact 2 and Phone: Sam Johnson, Ext.2893

PURPOSE:

To consider a budget ordinance amendment to the Garage Facilities Limited Obligation Bond Fund in the amount of \$28,071,404 to appropriate funds for financing of construction and equipping of the Garage Servicing Facility and \$15,171,078 for establishing appropriations in the Capital Improvement Bond Fund Series 2024.

BACKGROUND:

On June 4, 2024 the City Council held a public hearing and authorized the filing of a debt application in an amount not to exceed \$47,500,000 with the Local Government Commission for the issuance of tax-exempt limited obligation bonds to fund the new Fleet Garage project as well as various other capital improvement items including parks and recreation, library roof, among others.

On or about July 17, 2024, the City plans to sell \$45,512,982 in tax-exempt limited obligation bonds and bond premiums to fund construction costs, repayment of funds advanced to the project for design costs, and bond issue expenses for the Fleet Garage Facility as well as other various capital improvement projects.

Vision Statement: “A Community with Endless Economic Opportunities and Exceptional Quality of Life.”

The bonds will be issued with an average 20-year term and an estimated interest rate of 3.87%, maturing October 1, 2044.

City Council is requested to approve the sale and issuance of the debt on June 18, 2024 followed by requested LGC approval on July 9, 2024. If approved, bond sale will occur on July 17, 2024.

BUDGET IMPACT:

No property tax increase is anticipated for the issuance of this debt. Average annual debt service of \$3.2 million will be included in the annual budget ordinance appropriations in the Debt Service Fund.

ACCOUNT NUMBER:

689 – Various

420 - Various

RECOMMENDATION / ACTION REQUESTED:

It is recommended that City Council approve the attached budget ordinance amending the Garage Facilities Limited Obligation Bond Fund in the amount of \$28,071,404 and establishing the budget for the Capital Improvement Bond Fund Series 2024 in the amount of \$15,171,078.