

**Carson City
Agenda Report**

Date Submitted: 12/6/11

Agenda Date Requested: 12/15/11

Time Requested: 10 minutes

To: Mayor and Supervisors

From: Nick Providenti, Director of Finance

Subject Title: For Possible Action: Action to adopt a resolution relating to general obligation (limited tax) bonds (additionally secured by pledged revenues) for the purpose of refinancing refunding certain outstanding bonds of the City; authorizing the City Manager or City Finance Director to arrange for the sale of such bonds; providing other matters properly related thereto; and providing the effective date hereof.

Staff Summary: A resolution authorizing the City manager or Finance Director to arrange for the sale of general obligation (limited tax) water bonds (additionally secured by pledged revenues) and general obligation (limited tax) sewer bonds (additionally secured by pledged revenues). We are anticipating issuing \$3,725,000 in new money for water bonds, \$2,250,000 in new money for sewer bonds and \$16,000,000 in possible water and sewer refunding bonds.

Type of Action Requested: (check one)

☒ Resolution

☐ Ordinance

☐ Formal Action/Motion

☐ Other (Specify) non-action item

Does this action require a Business Impact Statement: (/) Yes (xx) No

Recommended Board Action: I move to adopt Resolution # _____, a resolution relating to general obligation (limited tax) bonds (additionally secured by pledged revenues) for the purpose of refinancing refunding certain outstanding bonds of the City; authorizing the City Manager or City Finance Director to arrange for the sale of such bonds; providing other matters properly related thereto; and providing the effective date hereof.

Explanation for Recommended Board Action: See staff summary.

Applicable Statute, Code, Policy, Rule or Regulation: 7.020 of the Charter, NRS 350.013, NRS 350.014, NRS 350.500 through NRS 350.720, NRS 244A.027, NRS 244A.056, and NRS 350.020(3)

Fiscal Impact: Water Fund estimate \$5,619,236 includes principal and interest. Sewer Fund estimate \$3,372,985 includes principal and interest. There will be potential savings should the City decide to refund previously issued water and sewer bonds.

Explanation of Impact: Water Fund ongoing debt service payment of approximately \$280,000 per year for the new money bonds and Sewer Fund ongoing debt service payment of approximately \$165,000 per year for the new money bonds for 20 years. There will be potential savings should the City decide to refund previously issued water and sewer bonds.

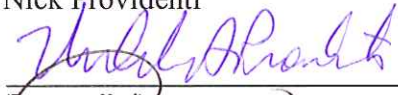
Funding Source: Water and Sewer Fund service charges

Alternatives: Not to issue debt.

Supporting Material: Resolution

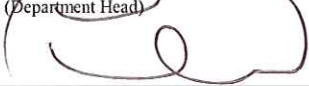
Prepared By: Nick Providenti

Reviewed By:



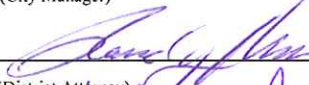
(Department Head)

Date: 12/6/11

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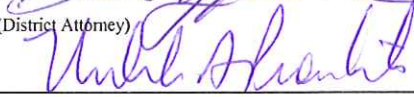
(City Manager)

Date: 12/6/11

: 

(District Attorney)

Date: 12/6/11

: 

(Finance Director)

Date: 12/6/11

Board Action Taken:

Motion: _____

- 1) _____
- 2) _____

Aye/Nay

(Vote Recorded By)

Summary - a resolution authorizing the City Manager or Finance Director to arrange for the sale of general obligation (limited tax) water bonds (additionally secured by pledged revenues) and general obligation (limited tax) sewer bonds (additionally secured by pledged revenues).

RESOLUTION

A RESOLUTION RELATING TO GENERAL OBLIGATION (LIMITED TAX) BONDS (ADDITIONALLY SECURED BY PLEDGED REVENUES) FOR THE PURPOSE OF REFINANCING REFUNDING CERTAIN OUTSTANDING BONDS OF THE CITY; AUTHORIZING THE CITY MANAGER OR CITY FINANCE DIRECTOR TO ARRANGE FOR THE SALE OF SUCH BONDS; PROVIDING OTHER MATTERS PROPERLY RELATED THERETO; AND PROVIDING THE EFFECTIVE DATE HEREOF.

WHEREAS, the Board of Supervisors (the "Board") of Carson City (the "City"), Nevada (the "State"), proposes to issue up to \$16,000,000 of general obligation (limited tax) water bonds (additionally secured by pledged revenues) and general obligation (limited tax) sewer bonds (additionally secured by pledged revenues) (collectively, the "Bonds") to refund, pay and discharge all or any part of the outstanding bonds of the City for the purpose of reducing interest costs or effecting other economies (the "Project").

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF SUPERVISORS OF CARSON CITY, NEVADA:

Section 1. This resolution shall be known as and may be cited by the short title "2011 Water and Sewer Refunding Bond Sale Resolution" (this "Resolution").

Section 2. The City Finance Director or the City Manager is hereby authorized to arrange for the issuance and sale of the Bonds in a total principal amount of not more than \$16,000,000, in one series or more, to carry out the Project in accordance with NRS 350.500 to 350.720, inclusive (the "Bond Act").

Section 3. The City Finance Director or the City Manager is authorized to specify the terms of the Bonds, the method of their sale, the final principal amount of the Bonds (not in excess of \$16,000,000) the terms of their repayment and security therefor, and other details of the Bonds, and, arranging for the sale of the Bonds to the State, or if applicable a public sale of the Bonds, subject to the NRS chapter 244A, the Bond Act and ratification by the

Board by the adoption of a bond ordinance or bond ordinances specifying the terms and details of the Bonds in one series or more and approving their sale (the "Bond Ordinance").

Section 4. The officers and employees of the City are hereby authorized to take all action necessary or appropriate to effectuate the provisions of this resolution, including without limitation, (a) assembling of financial and other information concerning the City, the Project, and the Bonds, and (b) if deemed appropriate by the City Manager or the City Finance Director, preparing and circulating a preliminary official statement, a notice of bond sale for the Bonds, or both, in the forms specified by the City Manager or the City Finance Director, or (c) if deemed appropriate by the City Manager or the City Finance Director requesting the State to purchase the Bonds. The City Manager or the City Finance Director is authorized to deem the preliminary official statement to be a "final" official statement on behalf of the City for the purposes of Rule 15c2-12 of the Securities and Exchange Commission.

Section 5. All resolutions, or parts thereof, in conflict with the provisions of this resolution, are hereby repealed to the extent only of such inconsistency. This repealer shall not be construed to revive any resolution, or part thereof, heretofore repealed.

Section 6. If any section, paragraph, clause or other provision of this resolution shall for any reason be held to be invalid or unenforceable, the invalidity or unenforceability of such section, paragraph, clause or other provision shall not affect any of the remaining provisions of this resolution.

Section 7. This resolution shall become effective and be in force immediately upon passage and approval.

ADOPTED AND APPROVED BY THE BOARD OF SUPERVISORS OF
CARSON CITY, NEVADA, THIS DECEMBER 15, 2011.

(SEAL)

Mayor

Attest:

City Clerk

STATE OF NEVADA)
) ss.
CARSON CITY)

I, Alan Glover, the duly chosen, qualified and acting Clerk of Carson City (the "City"), in the State of Nevada, do hereby certify:

1. The foregoing pages constitute a true, correct, complete and compared copy of a resolution passed and adopted by the Board of Supervisors of the City (the "Board") at a meeting of the Board held on December 15, 2011, a copy of which is set forth therein.

2. The original of the resolution has been approved and authenticated by the signatures of the Mayor of the City and myself as City Clerk and has been recorded in the journal of the Board kept for that purpose in my office, which record has been duly signed by the officers and properly sealed.

3. The members of the Board voted on the passage of the resolution as set forth below:

Those Voting Aye:

Karen Abowd
Shelly Aldean
Robert Crowell
John McKenna
Molly Walt

Those Voting Nay:

Those Absent:

4. All members of the Board were given due and proper notice of such meeting. Pursuant to NRS 241.020, Nevada Revised Statutes, written notice of the meeting including the time, place, location, and agenda of the meeting was given:

(a) By delivering a copy of the notice to each member of the Board;

(b) By posting a copy of the notice on the City's website, at the principal office of the Board, or if there is not principal office, at the building in which the meeting is to be held, and at least three other separate, prominent places within the jurisdiction of the Board, to-wit:

(i) Community Center

851 East William
Carson City, Nevada

- (ii) Executive Offices
201 N. Carson
Carson City, Nevada
- (iii) Bulletin Board at
Carson City Courthouse
885 East Musser
Carson City, Nevada
- (iv) Carson City Library
900 North Roop Street
Carson City, Nevada

and

(c) By delivering a copy of the notice to each person, if any, who has requested notice of the meetings of the Board in the same manner in which notice is required to be given to a member of the Board.

5. A copy of such notice as posted and delivered is attached hereto as Exhibit A.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of the City this December 15, 2011.

Clerk

(SEAL)

Exhibit A
(Attach Copy of Notice of Meeting)