



STAFF REPORT

Report To: Board of Supervisors

Meeting Date: 04/20/17

Staff Contact: Nancy Paulson, Chief Financial Officer

Agenda Title: For Possible Action: To adopt a Resolution authorizing a medium-term obligation in an amount of up to \$3,840,000 to finance the cost of acquiring, improving and equipping vehicles, facilities, information technology, and a communications console system; and providing the effective date. (Nancy Paulson, npaulson@carson.org)

Staff Summary: The Board of Supervisors of Carson City, Nevada proposes to enter into a medium-term obligation evidenced by bonds in an amount up to \$3,840,000, pursuant to Nevada Revised Statutes Chapter 350, in order to finance the cost of acquiring, improving, and equipping vehicles, facilities, information technology, and a communications console system for the City. This resolution allows the City's Chief Financial Officer to take all action necessary to effectuate the provisions of this resolution, including, without limitation, forwarding all necessary documents to the Executive Director of the Department of Taxation and, if necessary, update the City's plan for capital improvement to include the project.

Pursuant to NRS 350.087, this Resolution must be adopted by a two-thirds vote of the Board of Supervisors.

Agenda Action: Formal Action/Motion

Time Requested: 30 minutes

Proposed Motion

I move to adopt Resolution #_____, a Resolution authorizing a medium-term obligation in an amount of up to \$3,840,000 to finance the cost of acquiring, improving and equipping vehicles, facilities, information technology, and a communications console system; and providing the effective date.

Board's Strategic Goal

Sustainable Infrastructure

Previous Action

Background/Issues & Analysis

These bond proceeds are being used to fund a portion of the City's FY 2018 Capital Improvement Program. The \$600,000 allocated to the Fleet Management Fund is for the purchase of a communications console system. The related debt service will be allocated to various City Departments through an annual "Radio Equivalent Unit" (REU) Internal Service Charge.

Applicable Statute, Code, Policy, Rule or Regulation

NRS Chapters 350 and 354

Financial Information

Is there a fiscal impact? Yes No

If yes, account name/number: Estimated annual debt service payments of approximately \$384,000 for 10 years from the 5 cent property tax revenue accounted for in the Capital Projects Fund and approximately \$132,000 for 5 years from the Fleet Management Fund.

Is it currently budgeted? Yes No

Explanation of Fiscal Impact: Bond proceeds, issuance costs and debt service associated with the issuance of these Medium-Term Bonds have been included in the City's FY 2018 Tentative Budget.

Alternatives

Elect to not pursue the financing and adjust Capital Improvement Program amounts for FY 2018.

Board Action Taken:

Motion: _____

- 1) _____
- 2) _____

Aye/Nay

(Vote Recorded By)

Carson City, Nevada
 General Obligation (Limited Tax)
 Medium-Term Bond, Series 2017
 (Combined)
 Sources & Uses of Funds

	Capital Projects	Fleet Mgmt.	Total
	Tax Fund	Fund	
Sources of Funds:			
Par Amount	\$3,240,000.00	\$600,000.00	\$3,840,000.00
Original Issue Prem/(Disc)	(0.00)	(0.00)	(0.00)
Total Sources of Funds	\$3,240,000.00	\$600,000.00	\$3,840,000.00
Uses of Funds:			
Project Deposit	\$3,176,718.76	\$588,281.24	\$3,765,000.00
Lender Fees	6,328.12	1,171.88	7,500.00
Issuance Costs	<u>56,953.12</u>	<u>10,546.88</u>	<u>67,500.00</u>
Total Uses of Funds	\$3,240,000.00	\$600,000.00	\$3,840,000.00
Bond Statistics			
TIC	3.28942%	3.32138%	3.29239%
Bond Yield	3.25040%	3.25073%	3.25044%
Arbitrage Yield Limit	3.25043%	3.25043%	3.25043%
Weighted Average Maturity	5.651	2.958	5.230
Lender Fee %	0.195%	0.195%	0.195%
Costs as % of Par	1.953%	1.953%	1.953%

Carson City, Nevada
General Obligation (Limited Tax)
Medium-Term Bond, Series 2017
(Combined)
Debt Service Schedule

Date	Principal	Rate	Interest	Semi-Annual Debt Service	Annual Debt Service
07/06/2017		3.250%			
12/01/2017			\$50,266.67	\$50,266.67	
06/01/2018	\$402,000		62,400.00	464,400.00	\$514,666.67
12/01/2018			55,867.50	55,867.50	
06/01/2019	404,000		55,867.50	459,867.50	515,735.00
12/01/2019			49,302.50	49,302.50	
06/01/2020	417,000		49,302.50	466,302.50	515,605.00
12/01/2020			42,526.25	42,526.25	
06/01/2021	430,000		42,526.25	472,526.25	515,052.50
12/01/2021			35,538.75	35,538.75	
06/01/2022	444,000		35,538.75	479,538.75	515,077.50
12/01/2022			28,323.75	28,323.75	
06/01/2023	327,000		28,323.75	355,323.75	383,647.50
12/01/2023			23,010.00	23,010.00	
06/01/2024	337,000		23,010.00	360,010.00	383,020.00
12/01/2024			17,533.75	17,533.75	
06/01/2025	348,000		17,533.75	365,533.75	383,067.50
12/01/2025			11,878.75	11,878.75	
06/01/2026	360,000		11,878.75	371,878.75	383,757.50
12/01/2026			6,028.75	6,028.75	
06/01/2027	371,000		6,028.75	377,028.75	383,057.50
	\$3,840,000		\$652,686.67	\$4,492,686.67	\$4,492,686.67

Carson City, Nevada
General Obligation (Limited Tax)
Medium-Term Bond, Series 2017
(Capital Projects Fund Portion)
Debt Service Schedule

Date	Principal	Rate	Interest	Semi-Annual Debt Service	Annual Debt Service
07/06/2017		3.250%			
12/01/2017			\$42,412.50	\$42,412.50	
06/01/2018	\$288,000		52,650.00	340,650.00	\$383,062.50
12/01/2018			47,970.00	47,970.00	
06/01/2019	288,000		47,970.00	335,970.00	383,940.00
12/01/2019			43,290.00	43,290.00	
06/01/2020	297,000		43,290.00	340,290.00	383,580.00
12/01/2020			38,463.75	38,463.75	
06/01/2021	307,000		38,463.75	345,463.75	383,927.50
12/01/2021			33,475.00	33,475.00	
06/01/2022	317,000		33,475.00	350,475.00	383,950.00
12/01/2022			28,323.75	28,323.75	
06/01/2023	327,000		28,323.75	355,323.75	383,647.50
12/01/2023			23,010.00	23,010.00	
06/01/2024	337,000		23,010.00	360,010.00	383,020.00
12/01/2024			17,533.75	17,533.75	
06/01/2025	348,000		17,533.75	365,533.75	383,067.50
12/01/2025			11,878.75	11,878.75	
06/01/2026	360,000		11,878.75	371,878.75	383,757.50
12/01/2026			6,028.75	6,028.75	
06/01/2027	371,000		6,028.75	377,028.75	383,057.50
	\$3,240,000		\$595,010.00	\$3,835,010.00	\$3,835,010.00

Carson City, Nevada
General Obligation (Limited Tax)
Medium-Term Bond, Series 2017
(Fleet Management Fund Portion)
Debt Service Schedule

Date	Principal	Rate	Interest	Semi-Annual Debt Service	Annual Debt Service
07/06/2017		3.250%			
12/01/2017			\$7,854.17	\$7,854.17	
06/01/2018	\$114,000		9,750.00	123,750.00	\$131,604.17
12/01/2018			7,897.50	7,897.50	
06/01/2019	116,000		7,897.50	123,897.50	131,795.00
12/01/2019			6,012.50	6,012.50	
06/01/2020	120,000		6,012.50	126,012.50	132,025.00
12/01/2020			4,062.50	4,062.50	
06/01/2021	123,000		4,062.50	127,062.50	131,125.00
12/01/2021			2,063.75	2,063.75	
06/01/2022	127,000		2,063.75	129,063.75	131,127.50
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	\$600,000		\$57,676.67	\$657,676.67	\$657,676.67