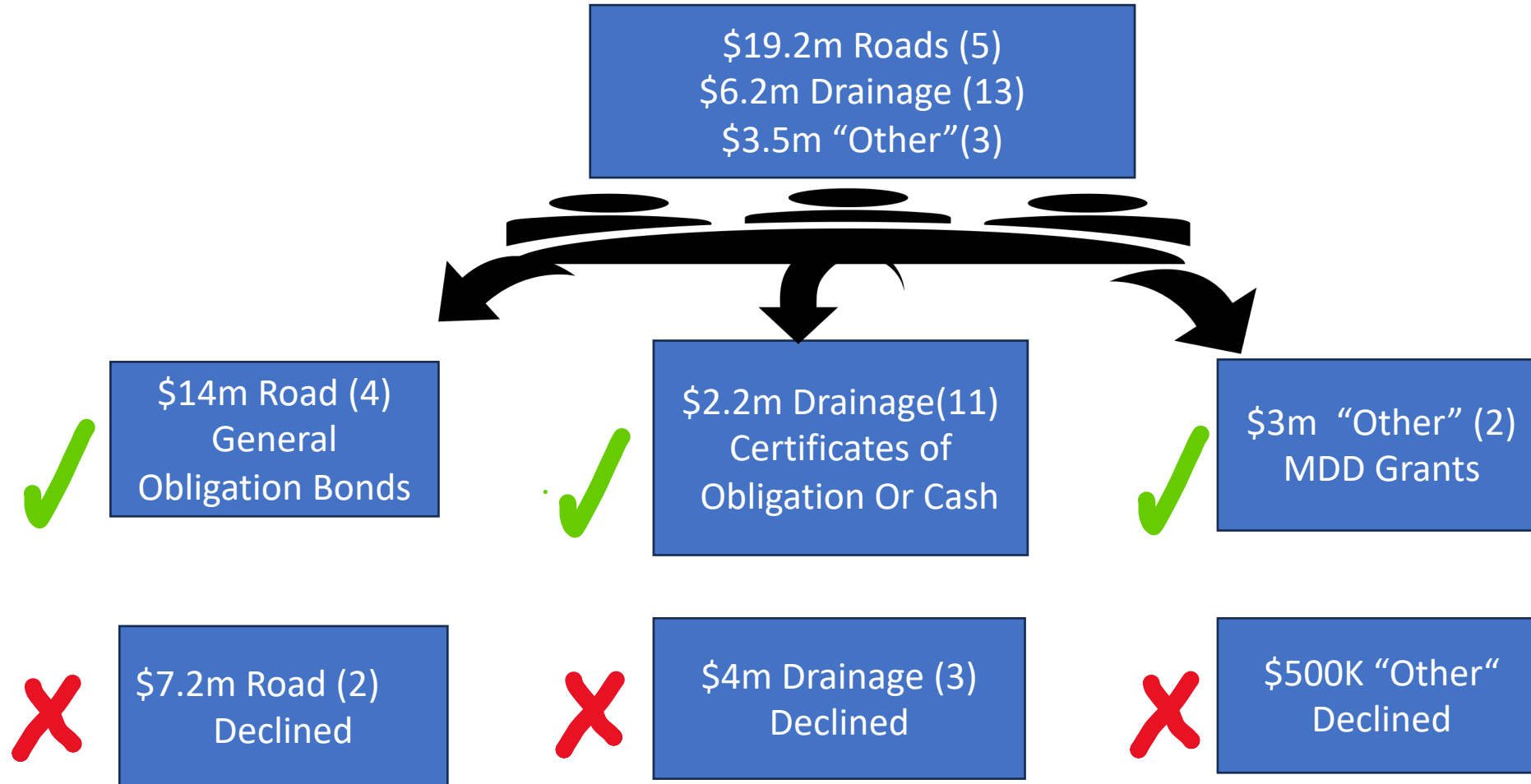


# Bond Advisory Committee General Fund Projects Recommendations

January 18, 2023

# Overall Project and Funding Recommendations



# Road Projects Recommendations

Project	Estimated Total Cost	Priority
Dietz Elkhorn Reconstruction	\$4.9 million	Must Do
Ammann Road Maintenance	\$2.0 million	Must Do
Reconstruct Battle Intense at Trailside	\$312,000	Should Do
Rolling Acres Trail Reconstruction	\$6.8 million	Should Do

Declined \$6.7m Complete Reconstruction of Ammann Road and \$500K Paving Arbors Preserve Road

# Drainage Projects Recommendations

Project	Total Estimated Cost	Priority
2907 Chartwell Lane CIP 35	\$335k	Must Do
8472 Rolling Acres Trail CIP 2	\$230K	Must Do
8040 Rolling Acres Trail CIP 4	\$230k	Must Do
7740 Pimlico Lane CIP 42	\$114k	Must Do
Battle Intense Low Water (HALT)	\$200k	Must Do
8426 Triple Crown CIP 41	\$253K	Should Do
8312 Triple Crown CIP 43	\$270k	Should Do
3230 Scarteen CIP 53	\$266k	Should Do
31988 Scarteen CIP 44	\$100k	Should Do
7644 Pimlico (Rocking Horse at Vestal Park) CIP 46	\$100k	Should Do
8045 Flagstone Hill CIP 63	\$100k	Should Do

Declined 8622 Delta Dawn CIP 15 \$245k, 29314 Sumpter Drive CIP 32 \$266k, and Battle Intense Bridge \$3.8m

# “Other” Projects Recommendations

Project	Estimated Total Cost	Funding Source
Community Civic Center	\$2.5million	MDD Grant
City Gateway Feature	\$500k	MDD Grant

Declined Fire Station #3 Phase 2 Upgrades \$492,720 (\$150k budgeted FY 2023-'24)

# Funding Recommendations

- **General Obligation Bonds for \$14m road projects**

Historically, city voters have made road funding decisions.

- Large Scale and High Dollar Amounts
- Primarily Capital Projects
- May 2024 election for reauthorizing the sales tax for street maintenance
- Elections have intrinsic value in themselves

- **Certificates of Obligation or Cash for \$2.2m drainage projects**

- Smaller in both scale and dollar amounts
- Primarily maintenance in nature
- Potential for immediate impact to lower risk of property damage, home flooding and improve personal safety

# Cash Alternative for \$2.2m Drainage Projects

- SAMCO and Staff scenario
  - Uses \$1.7 million in cash coupled with \$500k COO to bridge the gap
- BAC scenario
  - Use \$550k from the September 30, 2023 Unallocated Surplus to bridge the funding gap
  - Eliminates the cost of issuance and servicing the COO

# Illustration of Potential Taxpayer Impact

- SAMCO Capital modeled potential taxpayer impact, to be used as an illustration only, assuming issuance of debt starting in 2024 with a 4% interest rate and stepping that rate up incrementally for issuances in 2025, 2026, 2027 and 2028.
- Estimate roughly **.0166 I&S Tax rate increase** or about **\$17 per \$100k** of taxable value at its highest point during the term of issuance and that amount will decline as the remaining debt balance declines. The .0166 roughly represents a **5% to 6% increase** to FOR overall tax bill, or about **\$110 to \$120 increase**.

NOTE: BAC has **NOT started analysis of utility projects**, but assuming all utility projects move forward, SAMCO estimates maximum potential cost increase for water utility customers of about **\$21(per month) - \$250 (annually)**, or about **\$39 (per month) - \$470 (annually)** for joint water/waste water utility customers.



# Additional Recommendations

- Bundle Drainage Projects to achieve cost savings.
- Reconstruct roads within the existing road footprint unless otherwise required.
- Acquire enhanced traffic analysis tools.
- Create dedicated maintenance accounts to address ongoing maintenance needs.
- Increase public involvement in making all capital project design and funding decisions.
- Use BAC/CIAC in follow-on capacity

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