



CITY OF
FORESTPARK

City Council Agenda Item

Subject: Council Discussion on Intergovernmental Agreement with DDA – Legal

Submitted By: Michael Williams

Date Submitted: February 14, 2023

Work Session Date: February 20, 2023

Council Meeting Date: February 20, 2023

Background/History:

The Downtown Development Authority proposes to issue \$6.18 million in bonds to finance the acquisition of property and certain infrastructure in the downtown area to spur the development of mixed-use facilities and other desirable improvements. The DDA is pursuing the rapid implementation of many of the development concepts set forth in the City's Livable Center Initiative Study which was adopted by the City on September 7, 2021. (See illustrative examples from the LCI study attached.)

In order obtain the best possible interest rate, it is proposed that the bonds be secured in part by a pledge of the City to make debt service on the bonds if necessary. The bonds will first be paid through funds of the DDA, revenues from the project and land sales by the DDA. The goal is that the City will not have to make any payments under this agreement.

Cost: \$ TBD

Budgeted for: _____ **Yes** _____ **No**

Financial Impact:

As indicated above, the bonds will first be paid through funds of the DDA, revenues from the project and land sales by the DDA. The goal is that the City will not have to make any payments under this agreement.

Action Requested from Council:

Approval of the Intergovernmental Agreement