



CITY COUNCIL COMMUNICATION

DATE: May 1, 2023

FROM: Clayton Gray, Finance Director

AGENDA ITEM: Consideration and possible action on Resolution No. 2023-09, declaring the City of Sanger's official intent to reimburse itself from proceeds of Certificates of Obligation to be issued for expenditures in the total amount of \$17,000,000 to purchase real property.

SUMMARY:

- The City anticipates issuing debt to fund the purchase of real property.
- A reimbursement resolution allows the City to reimburse itself for any expenditures incurred before debt issuance.
- Expenditures made before receipt of debt proceeds will be reimbursed to the City following the sale of the Certificates of Obligation.
- The expected bond amounts are \$5,000,000 and \$10,000,000; however, based upon advice from the City's advisor, the resolution includes not to exceed amounts of \$6,000,000 and \$11,000,000 to ensure there is a high enough par to cover current conditions in the bond market.

FISCAL INFORMATION:

Budgeted: N/A

Amount: N/A

GL Account: N/A

RECOMMENDED MOTION OR ACTION:

- Staff recommends approval of Resolution #2023-09

ATTACHMENTS:

- Resolution #2023-09