



FISCAL IMPACT NOTE

Charter Amendment: CA-1-23

Title: Third Party Indebtedness and Bonds

Date: March 6, 2023

This charter amendment outlines the requirements the City will apply when it issues debt on behalf of third parties. The provisions stipulate that the third party must pay an application fee of \$1,000 to be set forth in the City's annual fee resolution. The third party must also pay an Issuer Fee, the amount of which is determined as a percent of the amount of the issue, a percent of the outstanding balance of the debt at specified dates, or another fee as agreed to by the City and the third party. Any fees received by the City cannot exceed arbitrage limits set forth by the Internal Revenue Code. The fiscal impact of the fees is included in the fiscal note for R-13-23.

Prepared by Katie Connolly, Budget Manager