



STAFF REPORT ON PROPOSED LEGISLATION

To: Mayor Gavin Buckley

From: Jodee Dickinson, Finance Director

Date: September 6, 2019

Subject: O-33-19: Modification of the Use of Unexpended Bond Proceeds

This Ordinance modifies the use of unexpended proceeds of previous general obligation bond issuances and the related accumulated interest earned. The ordinance allows the City to apply all issued and unspent bond proceeds and interest on active capital projects up to amount authorized for general obligation bonds on the particular project. At the time ordinance was drafted, unexpended proceeds of general obligation bonds and interest earned totaled \$7,484,993.

Once effective, unspent proceeds would be set aside in a pool and applied to the capital expenditures on active projects, on a first come, first served basis. This will expend bond proceeds more quickly and help the City avoid any future arbitrage liability. Future bond issuances would provide the funding needed to complete the active projects.