



MINUTES
COMMITTEE #1
REVENUES, DISBURSEMENTS, WATER AND WASTEWATER
February 21, 2017

Committee #1 - Revenues, Disbursements, Water and Wastewater met on Tuesday, February 21, 2017 at 1:30 PM in the Council Chambers, City Hall, 30 West Central Street, Chippewa Falls, WI.

Committee Members present: Rob Kiefer, John Monarski, Paul Nadreau

Mayor/Other Council Members present: Paul Olson

Others present: Finance Manager/Treasurer Lynne Bauer; City Engineer/Public Works Director/Utility Manager Rick Rubenzer; Street & Utility Maintenance Manager Rick Ruf; Assistant City Engineer Rob Krejci; Brian Reilly from Ehlers.

Call to Order: 1:30 PM

1. Discuss 2017/2018 Street Improvement Projects and potential funding sources including bonds/notes. Possible recommendations to the Council.

Brian Reilly from Ehlers presented information related to debt planning and capital projects for 2017. (See attached). As discussed at a previous meeting, he stated the city is in good financial shape however is recommending a one-year bond issue for 2017 projects along with \$355,000 for 2017 equipment purchases instead of a two year issue which has been done in the past. In addition, he is recommending the city refinance a 2008 bond issue that would result in debt levy savings of approximately \$8,000 per year.

Mr. Reilly discussed levy impacts and presented two options for structuring the debt repayment – one that has level payments throughout the bond that results in a moderate levy increase and another example that suggests interest only payments for the majority of the repayment with large principal payments due toward the end. He would not recommend the second option but wanted to gauge the comfort level of the Committee in relation to the levy impacts. The Committee liked the first option better due to the interest savings and would like Brian to structure the repayment closer to the first option or level payment option presented.

Brian also presented the status of the water, wastewater and stormwater funds indicating they are in good financial condition to handle the repayment of debt. The utility costs are normally included with the city's bond issue however alternative borrowing options were discussed and will be explored including borrowing for special assessments separately.

Finance Manager Lynne Bauer questioned whether or not the requested one-year amount of \$3.4M was too much given the city's current debt situation and anticipated mill rate increase. Previous annual street project borrowings have been between \$1.5M to \$2M. She indicated

there are many unknowns at this point including what the city's assessed value will be. Public Works Director Rick Rubenzer indicated the road ratings have dropped from 6.03 (on a scale of 1-10) in 2000 to 5.7 in 2010. Street & Utility Maintenance Manager Rick Ruf added that maintenance costs for the roads increase each year that they are not repaired. Most felt comfortable with the higher amount given the current condition of the roads.

Motion by Kiefer/Monarski to recommend the Council approve borrowing \$355,000 for street department equipment and \$4,440,000 for street projects and refinancing of the 2008 bonds. **All present voted aye. Motion carried.**

Motion by Monarski/Kiefer to recommend the Council authorize Brian Reilly to explore financing options for special assessments and to include that option in the borrowing documents if the option is favorable to the city. **All present voted aye. Motion carried.**

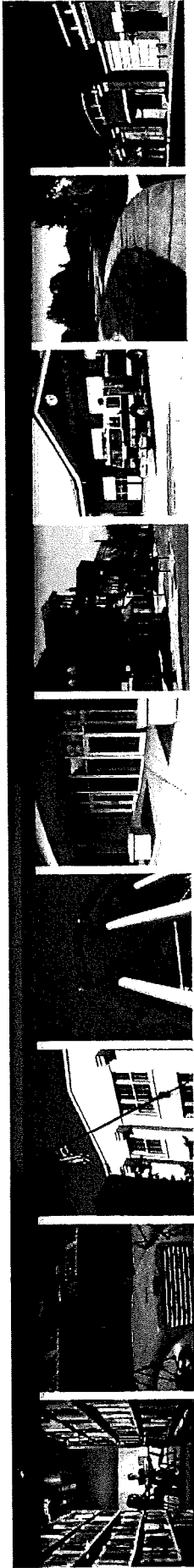
2. Discuss department equipment requests and potential funding sources including bonds/notes. Possible recommendations to the Council.

Note: Item #2 was discussed along with Item #1 above.

3. Adjournment.

Motion by Monarski/Nadreau to adjourn at 2:44 PM. **All present voted aye. Motion carried.**

Minutes submitted by,
Lynne Bauer, Finance Manager/Treasurer



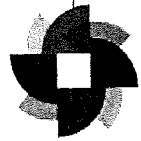
EHLERS

LEADERS IN PUBLIC FINANCE

City of Chippewa Falls, WI Debt Planning & Capital Projects

Committee No. 1

02/21/2017



Discussion Topics

- Review Financing Discussion
- Current fiscal situation
- Capital project/financing discussions
 - Equipment purchases
 - Street/CIP construction
 - Refund 2008 Bonds
- Calendar



Current Situation – G.O. Borrowing Capacity

General Obligation Borrowing Capacity – Projected

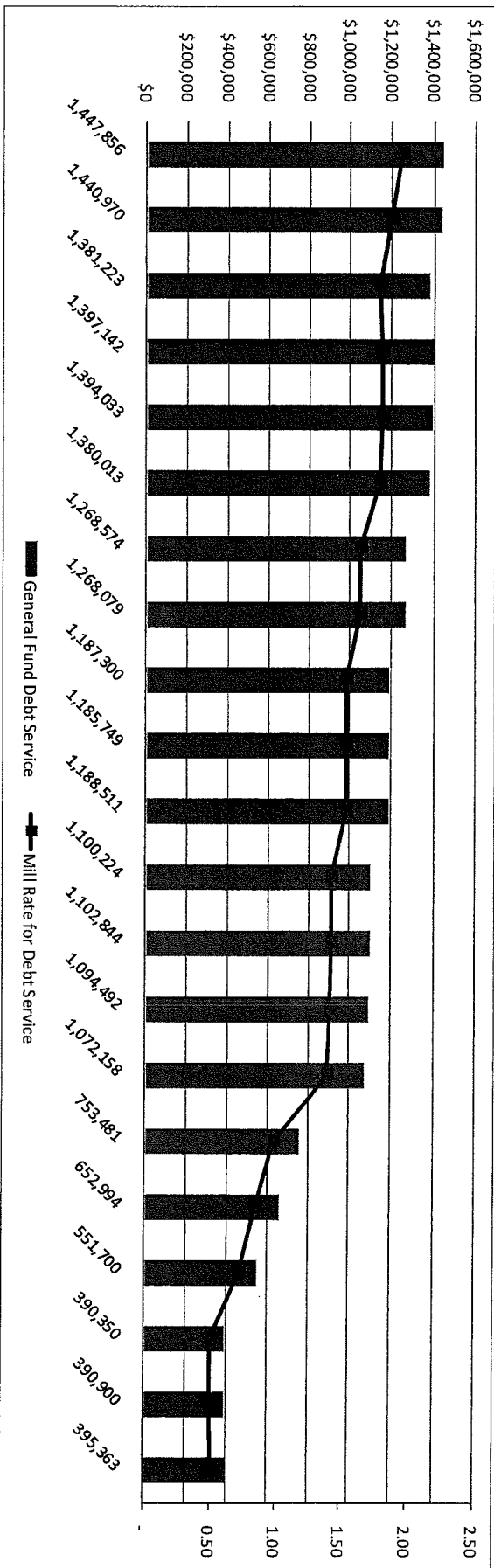
Levy Year	Collect Year	TID IN Equalized Valuation	2008 G.O. Prom. Notes	2008 G.O. Bonds	2008 G.O. Ref. Bonds	2009 G.O. Bonds	2012 G.O. Bonds	2012 Tax. G.O. Ref. Bonds	2012 G.O. Bonds	2013 G.O. Bonds	2014 G.O. Bonds	2015 G.O. Prom. Note	2016 G.O. Prom. Note	2016 G.O. Bonds	2016 G.O. Bonds	6% G.O. Borrowing Capacity	Beginning of Year Principal Outstanding	Beginning of Year Percent Remaining	Total Principal Payment	End of Year Principal Outstanding	End of Year Remaining Borrowing Capacity	End of Year Percent Remaining
2016	2017	867,418,800	60,000	85,000	60,000	325,000	435,000	280,000	175,000	310,000	190,178	68,086	55,000	55,000	43,370,940	25,124,181	42%	2,043,284	23,060,317	20,290,023	51%	
2017	2018	867,418,800	80,000	80,000	80,000	335,000	475,000	295,000	250,000	280,000	195,503	68,630	55,000	320,000	43,370,940	21,046,784	47%	2,034,133	21,046,784	24,324,126	51%	
2018	2019	867,418,800	160,000	160,000	160,000	695,000	340,000	100,000	255,000	135,000	135,000	72,246	70,415	320,000	43,370,940	18,471,289	51%	2,075,416	18,471,289	24,324,126	51%	
2019	2020	867,418,800	165,000	165,000	175,000	705,000	345,000	110,000	255,000	135,000	135,000	72,246	70,415	320,000	43,370,940	16,971,689	56%	2,115,124	16,971,689	26,576,816	61%	
2020	2021	867,418,800	175,000	175,000	175,000	720,000	345,000	115,000	260,000	135,000	135,000	74,124	70,415	320,000	43,370,940	16,854,124	61%	2,155,124	16,854,124	26,576,816	68%	
2021	2022	867,418,800	165,000	165,000	165,000	700,000	340,000	110,000	255,000	135,000	135,000	70,415	70,415	320,000	43,370,940	14,685,000	66%	1,455,000	13,230,000	30,170,940	70%	
2022	2023	867,418,800	100,000	100,000	100,000	500,000	300,000	90,000	210,000	285,000	240,000	345,000	345,000	345,000	43,370,940	13,200,000	70%	1,455,000	11,745,000	31,625,940	73%	
2023	2024	867,418,800	100,000	100,000	100,000	500,000	280,000	85,000	200,000	240,000	240,000	345,000	345,000	345,000	43,370,940	11,745,000	73%	1,355,000	10,390,000	34,010,940	76%	
2024	2025	867,418,800	110,000	110,000	110,000	500,000	350,000	100,000	250,000	125,000	125,000	345,000	345,000	345,000	43,370,940	10,360,000	76%	1,340,000	9,050,000	34,310,940	79%	
2025	2026	867,418,800	110,000	110,000	110,000	500,000	305,000	110,000	230,000	230,000	240,000	345,000	345,000	345,000	43,370,940	9,060,000	79%	1,295,000	7,725,000	35,605,940	82%	
2026	2027	867,418,800	120,000	120,000	120,000	500,000	280,000	120,000	230,000	240,000	255,000	345,000	345,000	345,000	43,370,940	6,490,000	83%	1,235,000	5,250,000	36,860,940	85%	
2027	2028	867,418,800	105,000	105,000	105,000	480,000	275,000	100,000	230,000	250,000	250,000	345,000	345,000	345,000	43,370,940	5,225,000	85%	1,255,000	4,000,000	38,115,940	88%	
2028	2029	867,418,800	105,000	105,000	105,000	480,000	315,000	145,000	230,000	180,000	180,000	345,000	345,000	345,000	43,370,940	4,155,000	89%	1,070,000	3,080,000	39,215,940	90%	
2029	2030	867,418,800	100,000	100,000	100,000	480,000	315,000	145,000	230,000	180,000	180,000	345,000	345,000	345,000	43,370,940	3,170,000	90%	845,000	2,325,000	39,215,940	93%	
2030	2031	867,418,800	100,000	100,000	100,000	480,000	350,000	150,000	230,000	180,000	180,000	345,000	345,000	345,000	43,370,940	1,155,000	95%	810,000	1,170,000	40,210,940	95%	
2031	2032	867,418,800	100,000	100,000	100,000	480,000	350,000	150,000	230,000	180,000	180,000	345,000	345,000	345,000	43,370,940	2,360,000	95%	620,000	4,760,000	41,010,940	96%	
2032	2033	867,418,800	100,000	100,000	100,000	480,000	350,000	150,000	230,000	180,000	180,000	345,000	345,000	345,000	43,370,940	1,740,000	95%	620,000	1,205,000	41,630,940	97%	
2033	2034	867,418,800	100,000	100,000	100,000	480,000	350,000	150,000	230,000	180,000	180,000	345,000	345,000	345,000	43,370,940	1,205,000	97%	585,000	420,000	42,550,940	98%	
2034	2035	867,418,800	100,000	100,000	100,000	480,000	350,000	150,000	230,000	180,000	180,000	345,000	345,000	345,000	43,370,940	620,000	97%	585,000	420,000	43,550,940	98%	
2035	2036	867,418,800	100,000	100,000	100,000	480,000	350,000	150,000	230,000	180,000	180,000	345,000	345,000	345,000	43,370,940	420,000	99%	420,000	-	43,370,940	100%	
Total			60,000	1,025,000	60,000	3,610,000	5,070,000	1,205,000	3,905,000	2,970,000	395,681	353,500	6,480,000									

- General obligation borrowing capacity limited to \$43,370,940 (5% of equalized value of \$839,938,100)
- Remaining borrowing capacity = \$20,290,023 (47% of limit)
- Generally recommended to keep at least 10% - 20% of capacity in reserve



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Current Situation – Debt Levy



- 2017 levy for G.O. debt service = \$1,440,970 (1.87 equalized mills – 1.96 in 2016)



Anticipated Capital Projects – 2017 / 2018

- Equipment outlay ~\$350,000
- Street Projects / Utility Reconstruct
 - 2017 \$3,413,000
 - ~~2018~~ ~~\$3,736,473~~
 - TOTAL \$7,149,473



Street/Utility Reconstruct Projects

Year	Street Name	From	To	Proposed Work Type	Project Length (ft)	Estimated Cost	Special Assessments Required	Sanitary Sewer Age	Watermain Age	Paved Surface	Bedding (ft)	Watermain	Water	Storm	Non-Urban SA	Utility SA	Pre-Bond	Outside Funding	City General	Total		
2017	Bridgewater Avenue	Duquesne Cr	ST11124	Reconstruction	0.246	\$488,000	YES	1930	1960	3	3	1960	\$34,000	\$42,000	\$104,488	\$80,032	\$0	\$0	\$214,992	\$488,000		
	Dover Street	Whitson St	Tenn St	Reconstruction	0.290	\$447,000	YES	1938	1936	3	3	1936	\$82,000	\$42,000	\$96,452	\$73,308	\$0	\$0	\$174,662	\$447,000		
	Bel Air Blvd	Tenn St	Whitson St	Reconstruction	0.280	\$553,000	YES	1987	1964	3 & 4	3	1964	\$1,500	\$20,300	\$54,648	\$41,992	\$0	\$0	\$174,662	\$553,000		
	Frederick Boulevard	Bel Air Blvd	Whitson St	Reconstruction	0.290	\$177,000	YES	1972 - 1932	1977	3	3	1977	\$800	\$4,500	\$8,232	\$20,028	\$0	\$0	\$31,768	\$177,000		
	Woodward Avenue	Georgetown St	Summit Ave	Reconstruction	0.152	\$277,000	YES	1984	1931	2	2	1931	\$18,000	\$180,000	\$11,000	\$7,000	\$17,000	\$17,000	\$0	\$0	\$277,000	\$277,000
	Whitson Street	Whitson St	Summit Ave	Reconstruction	0.440	\$466,000	YES	1922	1938	2	2	1938	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$466,000	\$466,000
	Whitson Street	ST11124	Summit Ave	Reconstruction	0.440	\$60,000	NO	1922	1938	2	2	1938	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$60,000	\$60,000
	Ashter Lane	ST11124	Tenn St	Reconstruction	0.440	\$231,000	NO	-	-	2	2	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$231,000	\$231,000	
	Reconstructing Projects	ST11124	Chippewa River	Reconstruction	1.5 - 3.0	\$100,000	NO	-	-	-	-	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$100,000	\$100,000	
	2018	Irish Street	Spring St	Grand Ave	Reconstruction	0.120	\$348,000	YES	1917	1936	3	3	1936	\$50,000	\$42,000	\$92,000	\$73,108	\$0	\$0	\$0	\$165,108	\$348,000
State Street		Court St	Grand Ave	Reconstruction	0.380	\$818,000	YES	1911, 1931	1911	3 & 4	3	1911	\$140,000	\$12,000	\$152,000	\$133,000	\$0	\$0	\$0	\$285,000	\$818,000	
ST11124/High Street*		N of Elm St	Chippewa St	Reconstruction	0.438	\$999,500	YES	1916	1940	2	2	1940	\$8,400	\$0	\$8,400	\$13,000	\$0	\$0	\$0	\$21,400	\$999,500	
Alma Street		Whitson St	Chippewa St	Reconstruction	0.230	\$678,000	YES	1916 & 1923	1920 & 1938	2	2	1938	\$11,500	\$10,800	\$11,400	\$16,448	\$0	\$0	\$0	\$27,848	\$678,000	
Lebanon Street		Oxford St	Parad St	Reconstruction	0.100	\$453,000	YES	1973	1938	3	3	1938	\$75,300	\$28,700	\$104,000	\$62,700	\$0	\$0	\$0	\$166,700	\$453,000	
Lebanon Street		Oxford St	Tenn St	Reconstruction	0.100	\$253,000	YES	1972	1938	4	4	1938	\$20,100	\$34,100	\$54,200	\$0	\$0	\$0	\$0	\$54,200	\$253,000	
Deane Street		Forest St	Adelphi St	Reconstruction	0.100	\$253,000	YES	1972	1938	3	3	1938	\$20,100	\$34,100	\$54,200	\$0	\$0	\$0	\$0	\$54,200	\$253,000	
Clair Street		Forest St	Tenn St	Reconstruction	0.190	\$430,000	YES	1966	1938	2	2	1938	\$20,300	\$28,600	\$48,900	\$21,100	\$0	\$0	\$0	\$69,700	\$430,000	
Irish Street		East St	Alma St	Reconstruction	0.190	\$430,000	YES	1966	1938	2	2	1938	\$20,300	\$28,600	\$48,900	\$21,100	\$0	\$0	\$0	\$69,700	\$430,000	
Reconstructing Projects		Various	Various	Reconstruction	0.75 - 1.25***	\$100,000	NO	-	-	-	-	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$100,000	\$100,000	

Financing Amounts:
 2017 \$3,413,000
 2018 \$3,736,473



Refund 2008 Bonds

- 2008 Bonds became callable 12/1/2016
 - Pre-payable with 30 days notice at face value
- \$1,025,000 principal remains
 - Rates: 3.50% - 4.00% (final maturity in 2024)
- Combine refinancing with new money needs
- Estimated savings
 - \$63,000 future value; ~\$8,000 per year



Estimated Debt Issue Amounts

- G.O. Promissory Note \$355,000

- G.O. Corp. Purp. Bonds \$4,440,000
 - Streets (Levy) \$1,520,000
 - Streets (Assessed) \$720,000
 - Sewer \$460,000
 - Water \$430,000
 - Storm \$370,000
 - Refund 2008 Bonds \$940,000



Estimated Impacts

- G.O. Borrowing Capacity
 - Current (EoY) = \$20,290,023 (47%)
 - After Issuance = \$15,890,023 (37%)
- Levy / Mill Rate Impact
 - Depends on structure of portion of bonds that are payable from tax levy
- Enterprise Fund Impacts
 - Will structure debt service in relation to existing debt payable



Estimated Impact - Water

Water Utility - Debt Service Coverage Projection

Collect Year	REVENUE DEBT AND COVERAGE										G.O. DEBT			TOTAL COVERAGE		
	2001		2010		Total Revenue Debt Service		Revenue Debt Coverage		2009		2016		Total Debt Service		Total Debt Coverage	
	Revenue Available for Debt Service	Safe Drinking Water Loan	Safe Drinking Water Loan	Water Loan	Revenue Debt Service	Revenue Debt Coverage	Revenue Debt Coverage	Revenue Debt Coverage	\$5,635,000 G.O. Bonds	\$6,480,000 G.O. Bonds	Total Debt Service	Total Debt Coverage	Total Debt Service	Total Debt Coverage		
2016	1,388,217	149,403	149,403	95,636	245,039	5.67	5.67	16,860	-	261,899	5.30	261,899	5.30			
2017	1,388,217	149,345	149,345	95,613	244,958	5.67	5.67	16,440	9,914	271,312	5.12	271,312	5.12			
2018	1,388,217	149,286	149,286	95,588	244,874	5.67	5.67	15,990	8,875	269,739	5.15	269,739	5.15			
2019	1,388,217	149,225	149,225	95,563	244,788	5.67	5.67	15,510	8,836	269,135	5.16	269,135	5.16			
2020	1,388,217	149,162	149,162	95,537	244,699	5.67	5.67	-	13,738	258,437	5.37	258,437	5.37			
2021	1,388,217			95,511	95,511	14.53	14.53		13,538	109,049	12.73	109,049	12.73			
2022	1,388,217			95,484	95,484	14.54	14.54		13,338	108,821	12.76	108,821	12.76			
2023	1,388,217			95,456	95,456	14.54	14.54		13,138	108,594	12.78	108,594	12.78			
2024	1,388,217			95,428	95,428	14.55	14.55		12,938	108,365	12.81	108,365	12.81			
2025	1,388,217			95,398	95,398	14.55	14.55		12,738	108,136	12.84	108,136	12.84			
2026	1,388,217			95,368	95,368	14.56	14.56		12,538	107,906	12.87	107,906	12.87			
2027	1,388,217			95,337	95,337	14.56	14.56		12,338	107,675	12.89	107,675	12.89			
2028	1,388,217			95,305	95,305	14.57	14.57		12,138	107,443	12.92	107,443	12.92			
2029	1,388,217			95,273	95,273	14.57	14.57		11,938	107,210	12.95	107,210	12.95			
2030	1,388,217								11,738	111,738	118.27	111,738	118.27			
2031	1,388,217								11,525	111,525	120.45	111,525	120.45			
2032	1,388,217								11,300	111,300	122.85	111,300	122.85			
2033	1,388,217								11,063	111,063	125.49	111,063	125.49			
2034	1,388,217								10,813	110,813	128.39	110,813	128.39			
2035	1,388,217								10,550	110,550	131.58	110,550	131.58			
2036	1,388,217								10,138	110,138	136.94	110,138	136.94			

Audited Financials

	2013	2014	2015
Operating Revenues	2,244,566	2,234,223	2,426,831
Operation & Maintenance Depreciation	1,048,578	1,195,815	1,082,519
Operating Expenses	756,748	614,929	625,815
Operating Income	1,805,326	1,810,744	1,708,334
Plus: Interest Income	439,260	423,479	718,497
Plus: Depreciation	41,471	43,124	43,905
Amount Available for Debt Service	756,748	614,929	625,815
	1,237,479	1,081,532	1,388,217



Estimated Impact - Sewer

Wastewater Utility - Debt Service Coverage Projection

Year	Revenue Available for Debt Service	REVENUE DEBT AND COVERAGE		G.O. DEBT					TOTAL COVERAGE		
		2011 Clean Water Fund Loan	2015 Clean Water Fund Loan	Total Revenue	Revenue Debt Coverage	2009 G.O. Bonds	2012 G.O. Bonds	2014 G.O. Bonds	2016 G.O. Bonds	Total Debt Service	Total Debt Coverage
2016	1,353,490	205,006	7,429	213,435	6.34	34,335	31,500	18,100	8,522	297,370	4.55
2017	1,353,490	205,964	69,327	275,291	4.92	33,775	66,000	18,100	7,769	401,688	3.37
2018	1,353,490	205,921	69,319	275,240	4.92	33,175	64,800	23,100	7,769	404,084	3.35
2019	1,353,490	205,877	69,310	275,188	4.92	32,535	63,600	22,950	7,731	402,004	3.37
2020	1,353,490	205,832	69,302	275,134	4.92	36,865	62,400	17,800	7,631	399,820	3.39
2021	1,353,490	205,786	69,293	275,079	4.92	35,955	61,200	22,800	7,531	402,565	3.36
2022	1,353,490	205,739	69,284	275,023	4.92	35,005	60,000	22,800	7,431	395,109	3.43
2023	1,353,490	205,691	69,275	274,966	4.92	34,005	58,850	22,800	7,331	397,152	3.41
2024	1,353,490	205,641	69,266	274,907	4.92	38,005	58,000	22,800	7,231	399,043	3.39
2025	1,353,490	205,591	69,256	274,847	4.92	36,745	56,745	22,800	7,131	395,673	3.42
2026	1,353,490	205,539	69,247	274,785	4.93	35,455	55,455	22,800	7,031	397,272	3.41
2027	1,353,490	205,486	69,237	274,723	4.93	34,135	54,135	22,800	6,931	393,689	3.44
2028	1,353,490	205,431	69,227	274,658	4.93	37,785	52,785	22,800	6,831	393,689	3.44
2029	1,353,490	205,375	69,217	274,592	4.93	26,175	51,525	22,800	6,731	390,499	3.47
2030	1,353,490	205,318	69,207	274,525	4.93		50,265	22,800	6,631	387,309	3.49
2031	1,353,490		69,196	274,458	4.93		49,005	22,800	6,531	384,119	3.51
2032	1,353,490		69,186	274,391	4.92		47,745	22,800	6,431	380,929	3.53
2033	1,353,490		69,175	274,324	4.92		46,485	22,800	6,331	377,739	3.55
2034	1,353,490		69,164	274,257	4.92		45,225	22,800	6,231	374,549	3.57
2035	1,353,490		69,152	274,190	4.92		43,965	22,800	6,131	371,359	3.59
2036	1,353,490			274,123	4.92		42,705	22,800	6,031	368,169	3.61

Audited Financials

	2013	2014	2015
Operating Revenues	2,799,862	2,755,546	3,000,134
Operation & Maintenance Depreciation	1,466,814	1,516,164	1,669,197
	680,834	674,426	676,619
Operating Expenses	2,127,648	2,190,590	2,345,816
Operating Income	672,214	564,956	654,318
Plus: Interest Income	29,156	29,565	22,553
Plus: Depreciation	680,834	674,426	676,619
Amount Available for Debt Service	1,362,204	1,268,947	1,353,490



Estimated Impact - Storm

Storm Water Utility - Debt Service Coverage Projection

Collect Year	Revenue Available for Debt Service	REVENUE DEBT AND COVERAGE			G.O. DEBT		TOTAL COVERAGE	
		Total Revenue Debt Service	Revenue Debt Coverage	2009 G.O. Bonds	2016 G.O. Bonds	Total Debt Service	Total Debt Coverage	
2016	235,004	-	-	33,735	-	33,735	6.97	
2017	235,004	-	-	33,175	7,908	41,083	5.72	
2018	235,004	-	-	32,575	7,281	39,856	5.90	
2019	235,004	-	-	31,935	7,244	39,179	6.00	
2020	235,004	-	-	31,255	7,144	38,399	6.12	
2021	235,004	-	-	35,535	7,044	42,579	5.52	
2022	235,004	-	-	34,585	6,944	41,529	5.66	
2023	235,004	-	-	33,585	6,844	40,429	5.81	
2024	235,004	-	-	32,585	6,744	39,329	5.98	
2025	235,004	-	-	31,535	6,644	38,179	6.16	
2026	235,004	-	-	35,460	6,544	42,004	5.59	
2027	235,004	-	-	34,140	6,444	40,584	5.79	
2028	235,004	-	-	32,790	6,344	39,134	6.01	
2029	235,004	-	-	31,410	6,244	37,654	6.24	
2030	235,004	-	-	-	6,144	6,144	38.25	
2031	235,004	-	-	-	6,038	6,038	38.92	
2032	235,004	-	-	-	5,925	5,925	39.66	
2033	235,004	-	-	-	5,806	5,806	40.47	
2034	235,004	-	-	-	5,681	5,681	41.36	
2035	235,004	-	-	-	10,550	10,550	22.28	
2036	235,004	-	-	-	10,138	10,138	23.18	

Audited Financials

	2013	2014	2015
Operating Revenues	593,734	598,277	605,548
Operation & Maintenance Depreciation	362,028	383,644	380,330
Operating Expenses	157,807	195,509	180,391
Operating Income	519,835	579,153	560,721
Plus: Interest Income	73,899	19,124	44,827
Plus: Depreciation	4,160	2,071	9,786
Amount Available for Debt Service	157,807	195,509	180,391
	235,866	216,704	235,004



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Considerations

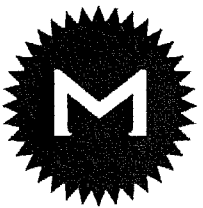
- Assessment portions of debt structured to match with anticipated assessment revenues (10 years)
- Utility portions structured to match with available revenues
- Levy portion to be structured to accommodate City tax levy objectives
- Refunding portion will be structured to achieve equal annual savings
- Final sizing and debt structure to be brought before the Council for adoption of initial resolutions and authorization to proceed



Next Steps

- Establish preliminary finance plan (today)
- Continue to refine plan of financing with Committee
 - Review levy impacts / other impacts
- Recommendation to Council
- Bring before Council for authorization
- Bond sale – roughly 30 days from Council authorization
- Closing – approximately 3 weeks after bond sale





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