

FINANCE COMMITTEE

13-0632R

REPLACEMENT

RESOLUTION OF THE CITY OF DULUTH, MINNESOTA, STATING THE INTENT TO ISSUE GENERAL OBLIGATION CAPITAL EQUIPMENT NOTES, SERIES 2014, AND APPROVING THE CAPITAL EQUIPMENT LIST ASSOCIATED WITH THE NOTES IN THE APPROXIMATE AMOUNT OF \$4,100,000.

CITY PROPOSAL:

BE IT RESOLVED, by the city council (the "Council") of the city of Duluth, Minnesota (the "City"), as follows:

Section 1. Under and pursuant to the provisions of Minnesota Statutes, sections 410.32 and 412.301 (the "Act"), and Minnesota Statutes, Chapter 475, and the City Charter, the City is authorized to issue its general obligation capital equipment notes to provide funds to purchase capital equipment having an expected useful life at least as long as the term of the capital equipment notes.

Section 2. The Council declares the intent of the City to issue capital equipment notes in 2014 in an amount up to \$3,888,500 to finance the purchase of capital equipment authorized by the Act, together with an additional amount to pay costs of issuance of the capital equipment notes and discount in an amount estimated to be not more than \$211,500.

Section 3. The capital equipment to be financed includes those items of equipment set forth on the list (Public Document No. _____), which list of equipment is hereby approved for purchase in 2014.

Section 4. The terms and conditions of the capital equipment notes and the sale thereof shall be established by further resolution of the Council.

Section 5. This resolution constitutes a declaration of official intent under Treasury Regulations Section 1.150-2. The City reasonably expects to acquire all or a portion of the capital equipment prior to the issuance of the capital equipment notes and to reimburse expenditures incurred with respect to such capital equipment purchase program with the proceeds of the capital equipment notes.

Approved:



Department Director

Approved for presentation to council:



Chief Administrative Officer

Approved as to form:



Attorney

Approved:



Auditor

FIN WP:PS:le 12/10/2013

STATEMENT OF PURPOSE: This resolution states the City's intent to issue general obligation capital equipment notes in 2014 to finance the purchase of capital equipment. It further approves the capital equipment list as items to be financed in 2014 in an amount up to \$3,888,500 plus an additional amount for costs of issuance and discount.

General Fund Rolling Stock Vehicles

2014 Bond

Fire Department

	Fire Trucks/Apparatus	100,000
Subtotal Fire Department		<u>100,000</u>

Police Department

	Police Vehicles	450,000
Subtotal Police Department		<u>450,000</u>

Facilities Management

	1 Ton w/Service Body	80,000
Subtotal Facilities Management		<u>80,000</u>

Maintenance Operations

	4 x 4 Pick up	68,000
Subtotal Traffic Maintenance		68,000

Street Maintenance

	1 Ton Pickup with Outfitting	145,000
	Sander Trucks	280,000
	Sander with RDS	220,000
	Trailer, Compactor	45,000
	Step/Cube Van	83,000
Subtotal Street Maintenance		<u>773,000</u>

Park Maintenance

	4x4 Crew Cab	42,000
	Trailers, Paint Striper	23,000
	Sidewalk Cleaner	148,000
Subtotal Park Maintenance		<u>213,000</u>

Subtotal Maintenance Operations		1,054,000
--	--	------------------

General Fund Rolling Stock Bond Total	\$	1,684,000
--	-----------	------------------

Non-Rolling Stock Equipment

2014 Bond

MIS

Enterprise Wide PC Replacements	200,000
Enterprise Wide Laptop Replacements	100,000
BCA Security Regulations	75,000
Document Management	50,000
Internal Emergency Notification	40,000
Network Infrastructure Upgrades	200,000
PCI Compliancy Reg Enhancements	100,000
Police Body Cameras	85,000
Business Licensing Ad-hoc Reporting Module	40,000
Facilities Asset Mgt & Work Order System	100,000
Human Resources Neogov	25,000

Library

Additional Security Cameras	12,000
1 Digital microform reader printer	11,000

Fire

External Defibrillators (15)	25,000
Replace/Upgrade auto extrication/rescue equip	66,000

General Fund Non-Rolling Total 1,129,000

Parking

Off Street Technology Equipment	525,000
On Street Credit Card Capable Equipment	550,500

Parking Fund Non-Rolling Total 1,075,500

Total Proposed Non-Rolling Stock \$ 2,204,500

TOTAL EQUIPMENT BOND PROPOSAL \$ 3,888,500