

FINANCE COMMITTEE

13-0601R

REPLACEMENT

RESOLUTION ESTABLISHING ANNUAL BONDING PLAN FOR 2014.

CITY PROPOSAL:

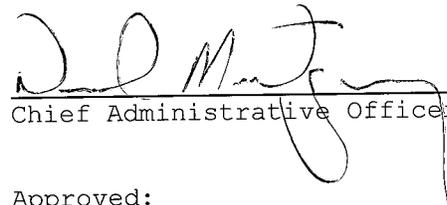
RESOLVED, that, pursuant to Section 20-33 of the Duluth City Code, 1959, as amended, the following is hereby established as the annual, ordinary course general obligation bonding plan for the city of Duluth for the year 2014:

General obligation bonds and notes to be issued in 2014	\$12,765,000
General obligation bonds and notes scheduled to be retired in 2014	\$17,702,000
Net anticipated decrease in general obligation bonding for 2014	<u>(\$4,937,000)</u>

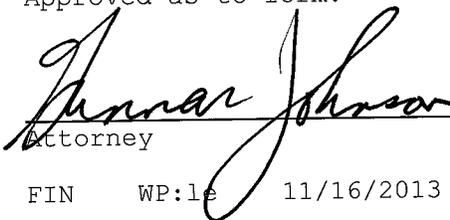
Approved:


Department Director

Approved for presentation to council:


Chief Administrative Officer

Approved as to form:


Attorney

Approved:


Auditor

FIN WP:ls 11/16/2013

STATEMENT OF PURPOSE: This resolution sets forth the city's estimated bond and note issuances and repayments for the year 2014 as required by Section 20-33 of the city code. The city estimates its bonding activity in 2014 will result in a net decrease of \$4.9 million in the amount of the city's general obligation,

outstanding debt during 2014.

The amounts set forth in the resolution are estimates only based on the needs anticipated at this time; the actual amounts may vary. There is nothing in the ordinance which prevents the amounts set forth in the plan from being modified as circumstances and needs change.

2014 Capital Project	Estimated Debt Issuance	Funding Source
Bonds & Notes		
Capital Improvement	\$ 1,700,000	Tax Levy
Capital Equipment	\$ 3,900,000	Tax Levy and Parking Revenues
Cross City Trail Grant Matching	\$ 600,000	Tax Levy
Utility (Sanitary Sewer CIPP Project)	\$ 820,000	Sewer Utility Revenues
Utility (West Duluth Reservoir)	\$ 5,745,000	Water Utility Revenues
Total Projected Debt Issuance	\$ 12,765,000	

Scheduled 2014 Debt Payment	Principal Payments	Comments
Levy and General Fund Supported	\$ 5,288,138	
Special Assessment Supported	\$ 1,526,749	
CIT Revenue Supported	\$ 2,305,113	Funded by Transfer from the CIT Fund
Utility Revenue Supported	\$ 5,797,000	Revenues from water, gas, sewer, stormwater, and steam utilities
Other Revenue Supported	\$ 2,785,000	Revenues include tourism taxes, tax increments, parking revenues, airport revenues, and other sources.
Total Estimated Debt Run-Off	\$ 17,702,000	
Net Estimated Debt Decrease 2014	\$ (4,937,000)	