



REQUEST FOR COMMISSION ACTION
CITY OF INDEPENDENCE
July 22, 2021

Department Finance

Director Approval Lacey Lies

AGENDA ITEM Consider adopting resolutions authorizing financing for projects and authorizing the sale of bonds.

SUMMARY RECOMMENDATION City Staff recommends approving the resolution.

BACKGROUND This resolution establishes the following projects as a part of the City's Capital Improvement Plan and establishes the intent to finance all or a portion of the projects with general obligation bonds.

<u>Description</u>	<u>Estimated Cost</u>
<i>Street Improvements</i>	
Maple Street - (KDOT Joint Project)	\$1,041,363
Maple Street – 10 th to 17 th	405,000
Main Street – 8 th to 10 th	744,234
Enterprise Drive Improvements	260,000
Park Blvd – Cottonwood to Parkhurst	500,000
<i>Public Facility Improvements</i>	
Central Park Sports Complex	4,549,403

Bond Principal & Interest would be paid from the renewed 1% Special Use Sales Tax. 31% was specifically allocated toward debt repayment, 27% for street projects, and 12% for buildings and facilities; additionally, 25% for General Fund support, and 5% for Economic Development.

SUGGESTED MOTION I move to approve resolution 2021-022 authorizing and providing for improvements included in the multi-year capital improvement plan for the City of Independence, Kansas: and providing for the payment of the costs thereof.

SUPPORTING DOCUMENTS

1. Resolution 2021-022
2. GO Bonds Timetable
3. City Sales Tax Allocations Cash Flows

RESOLUTION NO. 2021-022

A RESOLUTION AUTHORIZING AND PROVIDING FOR IMPROVEMENTS INCLUDED IN THE MULTI-YEAR CAPITAL IMPROVEMENT PLAN FOR THE CITY OF INDEPENDENCE, KANSAS; AND PROVIDING FOR THE PAYMENT OF THE COSTS THEREOF.

WHEREAS, K.S.A. 14-570 *et seq.*, as amended by Charter Ordinance No. 11 (the “Act”) of the City of Independence, Kansas (the “City”), provides that the City Engineer may file with the governing body of the City (the “Governing Body”) a master capital improvements plan (the “Plan”) for the physical development of the City within the boundaries of the City, including the acquisition of land necessary therefore, the acquisition of equipment, vehicles or other personal property to be used in relation thereto, and may provide for assumption and payment of benefit district indebtedness heretofore created for public improvements, and which master capital improvements plan may require a number of years to execute; and

WHEREAS, upon approval of the master capital improvements plan by the Governing Body, the City is authorized to issue its general obligation bonds (the “Bonds”) in an amount sufficient to carry out such master capital improvements plan and associated costs; and

WHEREAS, the City Engineer has filed such a Plan for years 2021 – 2023, as may be amended, with the Governing Body, a copy of which is attached as *Exhibit A*; and

WHEREAS, the Governing Body desires to ratify and approve the Plan and to authorize the issuance of general obligation bonds to finance all or a portion of such Plan.

THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF THE CITY OF INDEPENDENCE, KANSAS:

Section 1. Plan Approval. The Governing Body hereby ratifies and approves the Plan, a copy of which is attached as *Exhibit A*.

Section 2. Bond Authorization. The Governing Body hereby authorizes the issuance of general obligation bonds of the City (the “Bonds”) for the following described project included in the Plan (the “Improvements”):

<u>Description</u>	<u>Estimated Cost</u>
<i>Street Improvements</i>	
Maple Street - (KDOT Joint Project)	\$1,041,363
Maple Street – 10 th to 17 th	405,000
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Enterprise Drive Improvements	260,000
Park Blvd – Cottonwood to Parkhurst	500,000
<i>Public Facility Improvements</i>	
Central Park Sports Complex	4,549,403

All or a portion of the costs of the Improvements, contingencies, interest on interim financing, capitalized interest on the Bonds and associated financing costs shall be payable from the proceeds of the Bonds issued under authority of the Act.

Section 3. Reimbursement. The Bonds may be issued to reimburse expenditures made on or after the date which is 60 days before the date of this Resolution, pursuant to Treasury Regulation §1.150-2.

Section 4. Effective Date. This Resolution shall take effect and be in full force from and after its adoption by the Governing Body.

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ADOPTED AND APPROVED by the governing body of the City of Independence, Kansas, on July 22, 2021.

(Seal)

Mayor

ATTEST:

Clerk

CERTIFICATE

I hereby certify that the above and foregoing is a true and correct copy of the Resolution of the City adopted by the governing body on July 22, 2021, as the same appears of record in my office.

DATED: July 22, 2021.

Clerk

EXHIBIT A

CITY OF INDEPENDENCE, KANSAS
MULTI-YEAR CAPITAL IMPROVEMENTS PLAN

PROJECT	TYPE	ESTIMATED COST
MAPLE STREET COST SHARE	STREET IMPROVEMENTS	\$1,041,363.00
MAPLE STREET 17TH TO 10TH	STREET IMPROVEMENTS	405,000.00
MAIN, 10TH TO 8TH	STREET IMPROVEMENTS	744,234.00
ENTERPRISE DRIVE IMPROVEMENTS	STREET IMPROVEMENTS	260,000.00
PARK BLVD - COTTONWOOD TO PARKHURST	STREET IMPROVEMENTS	500,000.00
CENTRAL PARK SPORTS COMPLEX	QUALITY OF LIFE	4,549,403.00
CONTINGENCY & CAPITALIZED INTEREST	CONTINGENCY – STREET /QOL	750,000.00
1916 CITY HALL	FACILITY	\$4,182,000.00
FIRE/EMS	FACILITY	1,895,000.00
DESIGN/CONSTRUCTION/ADMIN	FACILITY	495,635.00
MISC - OTHER COSTS/FACILITIES	FACILITY	936,768.00
CONTINGENCY (6.5%)	CONTINGENCY - FACILITY	490,597.00

City of Independence, Kansas General Obligation Bonds Series 2021

Calendar of Events

DATE	EVENT
July 22, 2021	City Commission Meeting (5:30 PM) City Commission adopts Authorizing Resolution to authorize financing for projects
September 22, 2021	Distribute Packet to Rating Agency
September 23, 2021	City Commission Meeting (5:30 PM) City Commission adopts Authorizing Sale Resolution to authorize the sale of Bonds
September 24, 2021	Distribute draft of Preliminary Official Statement
September 28, 2021	Conference Call with Rating Agency
September 29, 2021	Distribute Notice of Bond Sale to Local Newspaper and Kansas Register
October 4, 2021	Receive Rating from Rating Agency
October 5, 2021	Distribute draft of Bond Resolution and Legal Documents
October 6, 2021	Distribute Preliminary Official Statement & Notice of Sale
October 7, 2021	Publish Notice of Bond Sale in Local Newspaper and Kansas Register
October 19, 2021	Bond Sale (11:00 AM)
October 20, 2021	City Commission Special Meeting (9:00 AM) City Commission adopts Bond Resolution
October 21 – November 8, 2021	Distribute Final Official Statement Submit Transcript to Attorney General Prepare Closing Memorandum
November 9, 2021	Closing of Bond Issue
Thereafter	Attend to any post-closing matters

BOND AND INTEREST SCHEDULE

	2036	2037	2038	2039	2040	2041	2042	2043	2044
Principal									
General Obligation Bonds									
Series 2012A									
Series 2013A									
Series 2015A									
Series 2016A									
Series 2019A									
Projected Series 2021									
Projected Series 2022									
Projected Series 2024									
	220,421.00	221,165.00	221,446.00	221,446.00	221,157.00	220,676.00			
	571,596.00	570,844.00	573,986.00	571,361.00	573,074.00	569,241.00	569,985.00		
	291,284.00	291,769.00	287,082.00	287,330.50	287,402.50	291,957.50	291,082.50	889,890.50	887,836.00
	1,083,301.00	1,083,778.00	1,082,514.00	1,080,137.50	1,081,633.50	1,081,874.50	861,067.50	889,890.50	887,836.00

	2036	2037	2038	2039	2040	2041	2042	2043	2044
Interest									
General Obligation Bonds									
Series 2012A									
Series 2013A									
Series 2015A									
Series 2016A									
Series 2019A									
Projected Series 2021									
Projected Series 2022									
Projected Series 2024									
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

TOTAL BOND & INTEREST	1,083,301.00	1,083,778.00	1,082,514.00	1,080,137.50	1,081,633.50	1,081,874.50	861,067.50	889,890.50	887,836.00
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FUNDING SOURCE SUMMARY									
SPECIAL USE SALES TAX	1,083,301	1,083,778	1,082,514	1,080,138	1,081,634	1,081,875	861,068	889,891	887,836
WATER/SEWER	0	0	0	0	0	0	0	0	0
EDUCATION SALES TAX	0	0	0	0	0	0	0	0	0
BOND & INTEREST CASH BAL	0	0	0	0	0	0	0	0	0
	1,083,301.00	1,083,778.00	1,082,514.00	1,080,137.50	1,081,633.50	1,081,874.50	861,067.50	889,890.50	887,836.00
CHECK	0	0	0	0	0	0	0	0	0

SUST SUMMARY									
ADA - BOND PAYMENTS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
STREETS - BOND PAYMENTS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2021 BOND - STREETS	220,421.00	221,165.00	221,446.00	221,446.00	221,157.00	220,676.00	0.00	0.00	0.00
2022 BOND - BLDG & FACILITY	571,596.00	570,844.00	573,986.00	571,361.00	573,074.00	569,241.00	569,985.00	0.00	0.00
2024 BOND - QOL (BLDG/FAC)	291,284.00	291,769.00	287,082.00	287,330.50	287,402.50	291,957.50	291,082.50	889,890.50	887,836.00
	1,083,301.00	1,083,778.00	1,082,514.00	1,080,137.50	1,081,633.50	1,081,874.50	861,067.50	889,890.50	887,836.00
CHECK	-	-	-	-	-	-	-	-	-
SUST BUDGET	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000
25% ADA									
25% STREETS									
31% BOND PMTS	651,000.00	651,000.00	651,000.00	651,000.00	651,000.00	651,000.00	651,000.00	651,000.00	651,000.00
12% BUILDING & FACILITY	252,000.00	252,000.00	252,000.00	252,000.00	252,000.00	252,000.00	252,000.00	252,000.00	252,000.00
27% STREET	567,000.00	567,000.00	567,000.00	567,000.00	567,000.00	567,000.00	567,000.00	567,000.00	567,000.00
	1,470,000.00	1,470,000.00	1,470,000.00	1,470,000.00	1,470,000.00	1,470,000.00	1,470,000.00	1,470,000.00	1,470,000.00
BOND PMTS - REQUIRED	651,000.00	651,000.00	651,000.00	651,000.00	651,000.00	651,000.00	651,000.00	651,000.00	651,000.00
BUILDING & FACILITY - REQUIRED	211,880.00	211,613.00	210,068.00	207,691.50	209,476.50	210,198.50	210,067.50	238,890.50	236,836.00
STREET - REQUIRED	220,421.00	221,165.00	221,446.00	221,446.00	221,157.00	220,676.00	-	-	-
	1,083,301.00	1,083,778.00	1,082,514.00	1,080,137.50	1,081,633.50	1,081,874.50	861,067.50	889,890.50	887,836.00
REMAINING - ADA									
REMAINING - STREETS	346,579.00	345,835.00	345,554.00	345,554.00	345,843.00	346,324.00	567,000.00	567,000.00	567,000.00
REMAINING - BOND PMTS	-	-	-	-	-	-	-	-	-
REMAINING - BUILDING & FACILITY	40,120.00	40,387.00	41,932.00	44,308.50	42,523.50	41,801.50	41,932.50	13,109.50	15,164.00
	386,699.00	386,222.00	387,486.00	389,862.50	388,366.50	388,125.50	608,932.50	580,109.50	582,164.00