


DATE SUBMITTED 01/30/2019  
 SUBMITTED BY Finance  
 DATE ACTION REQUIRED 02/06/2019

**Agenda Item No** **E-1**  
 CITY COUNCIL ACTION (X)  
 PUBLIC HEARING REQUIRED ( )  
 RESOLUTION (X)  
 ORDINANCE 1<sup>ST</sup> READING ( )  
 ORDINANCE 2<sup>ND</sup> READING ( )  
 CITY CLERK'S INITIALS 

**IMPERIAL CITY COUNCIL  
 PUBLIC FINANCING AUTHORITY  
 SUCCESSOR AGENCY  
 PARKING AUTHORITY  
 AGENDA ITEM**

**SUBJECT: DISCUSSION/ACTION: JOINT MEETING OF THE CITY COUNCIL, PUBLIC FINANCING AUTHORITY, SUCCESSOR AGENCY, AND PARKING AUTHORITY – ISSUANCE OF NEW DEBT FOR THE CITY'S WASTEWATER SYSTEM AND REFUNDING THE 2005 PARITY CERTIFICATES OF PARTICIPATION.**

1. PRESENTATION BY DOUG ANDERSON, URBAN FUTURES AND DON HUNT, NORTON, ROSE, FULBRIGHT
2. ADOPTION OF RESOLUTIONS BY THE CITY COUNCIL, PUBLIC FINANCING AUTHORITY, SUCCESSOR AGENCY AND THE PARKING AUTHORITY IN ORDER TO SECURE FUNDING.

DEPARTMENT INVOLVED: Finance and Public Services

**BACKGROUND/SUMMARY:**

In the 2017 Wastewater Rate Study, capital improvements / aging infrastructure projects were identified. The City's sewer system requires a significant amount of repair and improvement projects. The largest of the projects is a new sewer treatment plant. The new plant will replace the current one which has served long past its useful life.

Additionally, the 2005 Parity Certificates of Participation will be refunded at a lower interest rate (estimated reduction of 1.20%) by saving approximately \$545,789 over 17 years. The 2005 COP issuance was \$2,845,000 and the current Refunding balance is \$2,025,000.

The combined rate increases from FY 17-18 to FY 21-22 allow for the City to issue debt and to maintain a debt coverage ratio above 1.25x. This helps the City to maintain a strong financial position and be better positioned when obtaining additional financing.

See separate staff reports for each action item to be taken.

**FISCAL IMPACT:**

Not to exceed \$17,000,000

**STAFF RECOMMENDATION** City Council and agencies take necessary action to secure funding for the city's wastewater system improvements.

MANAGER'S RECOMMENDATION:

MANAGER'S INITIAL \_\_\_\_\_

**MOTION:**

SECONDED:  
 AYES:  
 NAYES:  
 ABSENT:

APPROVED ( ) REJECTED ( )  
 DISAPPROVED ( ) DEFERRED ( )  
 REFERRED TO: