RESOLUTION 2020-25

Agenda Item

TO: Mayor and City Council

FROM: Steve Rasmussen, City Manager
Carmen Weigand, Finance Director

DATE: July 29, 2020

RE: City and Park Fund to Reimburse for Capital Expenditures

Issues

After the approval of the one-half percent (0.5%) Sales Tax, from the June 2, 2020 election for the purpose of park improvements the City will need to purchase approximately 96.43 +/- acres, and begin design and engineering for the aquatic facility.

The Park Fund is creating a Community Park through the purchase of two real estate tracts, along with other necessary financial transactions including design and engineering for the aquatic facility. The Park Board desires to proceed with the aquatic facility construction and estimate aquatic facility opening in calendar year 2021.

The Park Board has approved DA Davidson & Co. to act as private placement agent / underwriter for the Community Park & Aquatic Facility Project.

Recommendation

This resolution for capital expenditure reimbursements allows the City to be reimbursed for purchases prior to completing the long-term financing for the Community Park and Aquatic Center from the financing proceeds.

Staff recommends the Council approve the Resolution 2020-25 for capital reimbursement.

Resolution 2020-25

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CAMERON, MISSOURI DETERMINING ITS INTENT TO REIMBURSE ITSELF FOR CERTAIN CAPITAL EXPENDITURES

WHEREAS, the City of Cameron, Missouri (the "City"), has made certain capital expenditures in connection with the acquisition, construction and equipping of approximately 96.43+/- acre community park and community aquatic facility (the "Projects") prior to the date of this Resolution, and the City expects to make additional capital expenditures for the Projects in the future.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Cameron, Missouri that the City intends to reimburse itself for all or a portion of such expenditures, to the extent permitted by law, with the proceeds of a lease purchase agreement or other obligations to be issued by the City (the "Obligations").

BE IT FURTHER RESOLVED that the maximum principal amount of Obligations expected to be issued for the Project will not exceed $11,500,000.

Passed and approved this 3rd day of August, 2020.

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Mayor Dennis M. Clark

ATTEST:

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City Clerk