
MEMORANDUM



TO: Park Board & City Council
FROM: Robert Barbian, City Administrator
SUBJECT: **Franchise Fee Update**
DATE: May 27, 2020

The preliminary numbers of expected revenues and expenditures for the Franchise Fees follow:

The revenue total is expected to be 796,000.00.

This is a combination of the initial payments totaling \$120,000.00

The bond sale proceeds of \$676,000.00 pledging the balance of collections until 2025.

The expenditures made and anticipated are:

South roundabout: 30,000.00

North roundabout: 90,000.00

Great Northern Trail: 534,170.00* projected total cost

Commitments to date: 654,170.00

The Franchise Fees were created to benefit the Parks & Trails for the City of Princeton.

Preserving an amount for the future or a margin of error be good policy. Two and half percent equals 19,900.00.

Preserving 2.5% would leave a remaining amount of uncommitted funds of approximately 141,830.00

Riverside-Riebe Park Costs: Worksheet

Total Remaining Park costs: 438,861.

City match required: 219,431.

Donations Pledged:

25K lions

2K East Central Energy

4K Rotary

31K

City Balance: 188,431.

Possible Funding Structure:

Reallocate CIP, sunshade funds: 24K

Park Dedication Funds: \$30,000

Interfund loan repaid with Franchise Fees: 141,830.

Splash Pad savings if not opened for the season, estimated at 31K