
MEMORANDUM



TO: Mayor Walker and Councilors
FROM: M McPherson, City Administrator
SUBJECT: **Resolution 23-65 Providing for Issuance and Sale of General Obligation Bond Series 2023A**
DATE: September 12, 2023

Background:

Consideration of the referenced resolution was tabled at the August 24, 2024 Council meeting. The purpose of the tabling was to allow staff time to assemble the summary financial information regarding the bond issuance which, due to receipt of the BDPI Grant from DEED had been reduced to \$116,000.

Attached is:

- Detail of Sources and Uses
- August 31, 2023 email from George Eilertson re: Assessments and Consultant Fees
- Investment Balances as of August 31, 2023

Based on the information compiled, the City can afford to pay cash for both the City cash contribution and the amount proposed for the bond issuance (\$293,805.00). Two RBC investments are maturing in September 2023; funds can be moved from the RBC cash account sufficient to cover the outstanding expenses.

Three lots remain to be sold totalling approximately 15 acres. Less closing costs, the EDA/City should realize between \$700,000 to \$725,000 in revenue. A portion of this revenue can be reinvested in RBC.

Recommendation:

Given the compiled information, staff recommends that the City Council forgo bonding and pay cash for the remaining expenses of the Princeton Business Park infrastructure.