

MEMO

TO: Board of Finance
City Council

FROM: Richard W. Haesler, Jr. – Assistant City Attorney

Re: Declaration of Official Intent Approving Reimbursement of Capital Expenses for Waterfront Tax Increment Financing (TIF) District

DATE: April 11, 2013

On November 6, 2012, the voters of the City approved the issuance of such general obligation bonds or notes in an amount not to exceed \$6,050,000.00 for the public improvements to be made in the Waterfront TIF District; including the bike path and Waterfront Access North projects. The City is now undertaking the planning and implementation of these projects and will need to be reimbursed through the proceeds of the tax-exempt bonds, notes or tax exempt lease financing which were authorized by the November 6, 2012 vote. In order to be properly reimbursed, therefore, the City Council must declare its official intent to use proceeds from tax-exempt bonds, notes or tax exempt financing to reimburse itself for expenditures for the Projects. We have prepared a resolution to authorize reimbursement of up to \$1,500,000.00 for costs which may be incurred prior to a bond issuance which will require further City Council approval (and which is expected to take place later this spring or this summer). That amount is expected to be sufficient to carry forward to the bond issuance, although it can be amended to a greater amount if, due to some delay in bonding, such amendment became necessary.