

**City of Fayetteville Staff Review Form**

**2022-0594**

**Legistar File ID**

**7/19/2022**

City Council Meeting Date - Agenda Item Only  
N/A for Non-Agenda Item

Paul Becker

6/28/2022

CHIEF FINANCIAL OFFICER (110)

**Submitted By**

**Submitted Date**

**Division / Department**

**Action Recommendation:**

2022 CITY SALES AND USE TAX BONDS:

A RESOLUTION TO APPROVE BUDGET ADJUSTMENTS IN THE AMOUNT OF \$75,513,868 TO APPROPRIATE PROCEEDS FROM THE 2022 CITY SALES AND USE TAX BONDS

**Budget Impact:**

VARIOUS	VARIOUS																														
Account Number	Fund																														
VARIOUS	VARIOUS																														
Project Number	Project Title																														
<table border="0" style="width: 100%;"> <tr> <td style="width: 30%;"><b>Budgeted Item?</b></td> <td style="width: 10%;"><u>No</u></td> <td style="width: 30%;">Current Budget</td> <td style="width: 10%; text-align: right;">\$</td> <td style="width: 10%; text-align: right;">-</td> </tr> <tr> <td></td> <td></td> <td>Funds Obligated</td> <td style="text-align: right;">\$</td> <td style="text-align: right;">-</td> </tr> <tr> <td></td> <td></td> <td style="border-bottom: 1px solid black;">Current Balance</td> <td style="text-align: right; border-bottom: 1px solid black;">\$</td> <td style="text-align: right; border-bottom: 1px solid black;">-</td> </tr> <tr> <td><b>Does item have a cost?</b></td> <td><u>No</u></td> <td>Item Cost</td> <td style="text-align: right;">\$</td> <td style="text-align: right;">-</td> </tr> <tr> <td><b>Budget Adjustment Attached?</b></td> <td><u>Yes</u></td> <td>Budget Adjustment</td> <td style="text-align: right;">\$</td> <td style="text-align: right;">75,513,868.00</td> </tr> <tr> <td></td> <td></td> <td style="border-bottom: 1px solid black;">Remaining Budget</td> <td style="text-align: right; border-bottom: 1px solid black;">\$</td> <td style="text-align: right; border-bottom: 1px solid black;"><b>75,513,868.00</b></td> </tr> </table>	<b>Budgeted Item?</b>	<u>No</u>	Current Budget	\$	-			Funds Obligated	\$	-			Current Balance	\$	-	<b>Does item have a cost?</b>	<u>No</u>	Item Cost	\$	-	<b>Budget Adjustment Attached?</b>	<u>Yes</u>	Budget Adjustment	\$	75,513,868.00			Remaining Budget	\$	<b>75,513,868.00</b>	
<b>Budgeted Item?</b>	<u>No</u>	Current Budget	\$	-																											
		Funds Obligated	\$	-																											
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<b>Does item have a cost?</b>	<u>No</u>	Item Cost	\$	-																											
<b>Budget Adjustment Attached?</b>	<u>Yes</u>	Budget Adjustment	\$	75,513,868.00																											
		Remaining Budget	\$	<b>75,513,868.00</b>																											

V20210527

**Purchase Order Number:** \_\_\_\_\_

**Previous Ordinance or Resolution #** \_\_\_\_\_

**Change Order Number:** \_\_\_\_\_

**Approval Date:** \_\_\_\_\_

**Original Contract Number:** \_\_\_\_\_

**Comments:**



**MEETING OF July 19, 2022**

**TO:** Mayor and City Council

**FROM:** Paul A. Becker, Chief Financial Officer

**DATE:** June 30, 2022

**SUBJECT:** City Council Appropriation of Phase Two of the 2019 Sales Tax Bond Program Proceeds Designated As Sales and Use Tax Capital Improvement Bonds, Series 2022 by approving the attached Budget Amendment

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**RECOMMENDATION:**

This request is for the City Council to appropriate \$75,513,868 in bonds funds for phase two of the 2019 Sales Tax Bond Issue which represents a portion of the bonds authorized by the voters of Fayetteville. This issue is designated Sales and Use Tax Capital Improvement Bonds, Series 2022.

**DISCUSSION:**

On April 9, 2019, the Citizens voted to authorize Sales Tax Bonds of up to \$226,065,000 for various purposes as specified in Ordinance 6126 approved by the City Council. Subsequently the City Council authorized issuance of \$127,595,000 par value of the authorized bonds and appropriated the infrastructure project balance of those bonds pursuant to Resolution 200-19 on September 3, 2019. This was Phase One of the 2019 Sales Tax Bond Program.

On May 3, 2022 the City Council approved Phase Two of the Sales Tax Bond Program with the passage of Ordinance 6563. The bonds authorized by this resolution were sold on June 19, 2022 and that sale was closed on June 22, 2022 at which time the monetary proceeds of the bond sales of \$75,513,868 less issuance costs and underwriting fees of \$508,986 were transferred to the Bond Trustee for subsequent expenditure by the City. This net amount available for project expenditures for all projects equaled \$75,004,882.

Amounts received for project expenditures for each authorized bond question were as follows:

Question	Available For Construction
Question Two Transportation Improvements	\$ 29,753,981
Question Three Trail Improvements	4,611,107
Question Four Drainage Improvements	8,283,433
Question Five Park Improvements	11,047,639
Question Seven City Facilities Improvements	2,713,976
Question Eight Construction of an Arts Corridor	12,727,757
Question Ten Firefighting Facilities Improvements	5,866,989
	<u>\$ 75,004,882</u>

**BUDGET/STAFF IMPACT:**

The approval of this resolution and the attached budget amendment will allow the City to appropriate the proceeds of the bond sale for Phase Two of the authorized 2019 Sales Tax Bonds. Specific infrastructure projects will be provided for by budget adjustments as authorized by the City Council.