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#7

FEB 08 2007

MEMORANDUM

Management Services Memo No. 07-105

DATE: JANUARY 31, 2007

TO: MAYOR AND COUNCIL

THRU: W. MARK PENTZ, CITY MANAGER
RICH DLUGAS, ASSISTANT CITY MANAGER RD

FROM: PAT WALKER, MANAGEMENT SERVICES DIRECTOR *Pat Walker*

SUBJECT: Adoption of Resolution No. 4041 ordering the sale of \$111,045,000 General Obligation Bonds, Series 2007

RECOMMENDATION

Staff recommends Council adopt Resolution No. 4041, prepared by the City's bond counsel firm of Gust Rosenfeld, ordering the sale scheduled for February 22, 2007 of General Obligation Bonds in an on-line bidding process.

BACKGROUND

Capital projects scheduled for next fiscal year require the sale of approximately \$111,045,000 of voter authorized General Obligation bonds to provide funding for projects listed in the 2006-2011 Capital Improvement Program.

FINANCIAL IMPLICATIONS

The City will utilize carry-forward balances for individual bond funds to offset project costs. As a result, the amounts listed below will not necessarily equal the total project cost proposed in the 2006-07 Annual Budget.

\$111,045,000 GENERAL OBLIGATION BONDS***PARKS***

Tumbleweed Park	\$4,841,397	
Aquatic Facility Renovation & Expansion	125,260	
Existing Neighborhood Park Improvements	500,000	
Snedigar Sportsplex	3,342,184	
Paseo Vista Recreational Area	12,851,501	
Grind Park	733,639	
Landfill Recreation Center	39,764	
Recreation Center	18,691	
Arrowhead Park Light Renovation	87,587	
Paseo System Trail Development	1,234,066	
Desert Breeze Park Expansion	47,488	
Community Park Development	92,274	
Mesquite Groves Park Site	8,248,052	
Veteran's Oasis Park Site	8,683,697	
Nozomi Park	1,133,251	
Land Acquisition	<u>531,149</u>	
Sub Total		\$42,510,000

PUBLIC SAFETY - POLICE

Police Driver Training Facility	\$5,372,732	
South Chandler Police Substation	456,255	
Police Communications Center	<u>171,013</u>	
Sub Total		\$ 6,000,000

PUBLIC SAFETY - FIRE

Fire Administration Construction	\$4,739,137	
Station #3 Expansion	<u>195,863</u>	
Sub Total		\$ 4,935,000

STREETS

Upgrade Landscape Areas	\$ 500,000	
Bus Pullouts/Traffic Calming	223,600	
Streetlight Upgrade	179,200	
Bicycle Improvements	560,400	
Street Capacity & Safety Improvements	275,000	
Loop 202 Commuter Park & Ride Lot	250,000	
Street Repaving	1,740,000	
Traffic Calming Measures	120,000	
Street Construction - Various Projects	1,040,000	
Frye Road Extension	530,000	
Dobson Road/Warner Road Intersection	1,340,000	
Dobson Road/Chandler Boulevard Intersection	2,300,000	
Alma School Road/Ray Road Intersection	765,000	
New Traffic Signals	548,700	
Old Price Road/Queen Creek Road Intersection	<u>1,628,100</u>	
Sub Total		\$ 12,000,000

WATER

Joint Water Treatment Plant

		<u>\$45,600,000</u>	
	Sub Total		<u>\$ 45,600,000</u>
		Total	<u>\$111,045,000</u>

PROPOSED MOTION

Move for the Adoption of Resolution No. 4041.

Attachments

RESOLUTION NO. 4041

RESOLUTION ORDERING THE SALE OF \$111,045,000 PRINCIPAL AMOUNT OF CITY OF CHANDLER, ARIZONA, GENERAL OBLIGATION BONDS, SERIES 2007.

BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF CHANDLER, ARIZONA, as follows:

Section 1. City of Chandler, Arizona, General Obligation Bonds, Series 2007 (the "Bonds"), in the principal amount of \$111,045,000, are hereby ordered to be sold by an on-line bidding process pursuant to Title 35, Chapter 3, Article 3, Arizona Revised Statutes, as amended, and in accordance with the Notice Inviting Bids for the Purchase of Bonds (the "Notice") on file with the City Clerk.

Section 2. The Management Services Director is hereby authorized and directed to finalize the terms of the Notice and to reject all bids or accept the lowest cost bid received for the purchase of the Bonds. No defect or error in such Notice shall affect or invalidate the sale of the Bonds. The City Management Services Director is hereby authorized to cause a preliminary official statement to be prepared in compliance with Section 240.15c2-12, General Rules and Regulations, Securities and Exchange Act of 1934 (the "Rule"), and is authorized to deem such preliminary official statement "final" for purposes of the Rule.

Section 3. All bids for the Bonds will be received through the Thomson Financial PARITY® System. The Management Services Director shall cause an official bid form to be created for the electronic bidding. The City will assume no responsibility for the proper functioning of the PARITY® System, for any error contained in any bid submitted electronically, or failure of any bid to be transmitted, received or opened at the official time for receipt of bids.

PASSED AND ADOPTED on February 8, 2007.

Mayor

ATTEST:

Clerk

APPROVED AS TO FORM:



Bond Counsel

CERTIFICATION

I, Marla Paddock, the duly appointed and acting City Clerk of the City of Chandler, Arizona, do hereby certify that the above and foregoing Resolution No. 4041 was duly passed by the City Council of the City of Chandler, Arizona, at a regular meeting held on February 8, 2007, and the vote was ____ aye's and ____ nay's and that the Mayor and ____ Council Members were present thereat.

DATED: February 8, 2007.

City Clerk