



RESOLUTION

AUTHORIZING THE MAYOR AND CITY TREASURER TO ISSUE BONDS NOT TO EXCEED THE AMOUNT OF FIFTEEN MILLION FOUR HUNDRED NINETY-TWO THOUSAND FOUR HUNDRED AND FIFTY-THREE DOLLARS (\$15,492,453) FOR THREE WASTEWATER PROJECTS

CITY OF NASHUA

In the Year Two Thousand and Eleven

WHEREAS, R-11-109, passed by the Board of Aldermen on June 14, 2011, authorized the City of Nashua to borrow an amount not to exceed \$15,492,453 through the State of New Hampshire Department of Environmental Services State Revolving Loan Fund for expenses related to the storage tank facility, aeration blower upgrade and dewatering equipment replacement projects; and

WHEREAS, those three wastewater projects did not rank high enough on the State's Revolving Loan funding list to enable the City to borrow the money from the State, necessitating this resolution authorizing the City to bond the money instead.

NOW THEREFORE, BE IT RESOLVED by the Board of Aldermen of the City of Nashua that the Mayor of the City of Nashua and the City Treasurer of the City of Nashua are hereby authorized to issue and sell general obligation bonds of the City in an aggregate principal not to exceed fifteen million four hundred ninety-two thousand four hundred and fifty-three dollars (\$15,492,453). The proceeds of said bonds shall be used for the following wastewater projects:

<u>Project</u>	<u>Amount to be borrowed</u>	<u>Useful Life</u>
Storage tank facility	\$5,764,964	30 years
Aeration blower upgrade	\$4,160,973	20 years
Dewatering equipment replacement	\$5,566,516	20 years

The bonds shall be general obligations of the City of Nashua, payable as to principal and interest from ad valorem taxes, which will be levied without limitation as to rate or amount on all taxable property within the territorial limits of the City of Nashua.

RESOLUTION**R-11-167**

The bonds shall bear the manual and facsimile signature of the City Treasurer and the Mayor. None of said bonds shall be obligatory without the authenticating certificate signed by an authorized officer of a bank or trust company doing business in the State of New Hampshire or the Commonwealth of Massachusetts, or the Commissioner of Revenue Administration.

The bonds are to be issued in fully-registered form by means of a book-entry system or otherwise and shall have such terms and conditions and be in such form, subject to the provisions of this resolution and applicable law, as shall be determined by the Mayor and the City Treasurer.

RESOLVED FURTHER that the Mayor is authorized to enter into any contracts therefore as well as any amendments to be made thereto or any other documentation necessary or convenient for the receipt of said funds.

LEGISLATIVE YEAR 2011

RESOLUTION: R-11-167

PURPOSE: Authorizing the Mayor and City Treasurer to issue bonds not to exceed the amount of fifteen million four hundred ninety-two thousand four hundred and fifty-three dollars (\$15,492,453) for three wastewater projects

SPONSOR(S): Mayor Donnalee Lozeau

**COMMITTEE
ASSIGNMENT:**

FISCAL NOTE: Current RLF rates are running between 2.864% – 2.925%, which is similar to the most current bonds rates for the city recently sold in October 2011 at a TIC of 2.868%. Net increase or decrease currently for bond vs. RLF is negligible.

ANALYSIS

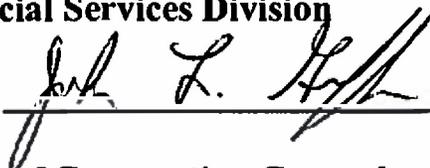
This resolution authorizes the Mayor and the City Treasurer of the City of Nashua to issue and sell general obligation bonds of the City in an aggregate principal amount not to exceed fifteen million four hundred ninety-two thousand four hundred and fifty-three dollars (\$15,492,453) for three wastewater projects – the storage tank facility, the aeration blower upgrade, and the dewatering equipment replacement. R-11-109 previously approved borrowing money for these three projects from the State of New Hampshire Department of Environmental Services Revolving Loan Fund. The City has since learned that it would not be able loan the money for these projects from the State’s RLF, necessitating this bond resolution to authorize bonding the money for these three wastewater projects instead.

Pursuant to Nashua City Charter §54-a, this resolution requires a “duly advertised public hearing”. Also see NH RSA 33:9, which requires a 2/3 vote for passage of this resolution.

This resolution should be referred to the Board of Public Works.

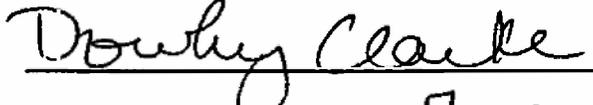
**Approved as to account
structure, numbers and
amount:**

Financial Services Division

By: 

Approved as to form:

Office of Corporation Counsel

By: 

Date: December 7, 2011

