R-15-170

RESOLUTION

AUTHORIZING THE MAYOR AND CITY TREASURER TO ISSUE BONDS NOT TO EXCEED THE AMOUNT OF SEVENTEEN MILLION DOLLARS ($17,000,000) FOR STREET REPAIR AND PAVING

CITY OF NASHUA

In the Year Two Thousand and Fifteen

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 seventeen million dollars ($17,000,000). The proceeds of said bonds shall be used for street repair and paving. The useful life of the project is fifteen years.

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

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.

The bonds shall bear the manual or facsimile signature of the City Treasurer and the Mayor. In accordance with Chapter 91 of the New Hampshire Acts of 2005, bonds issued pursuant to this resolution shall not require an authenticating certificate 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 the required contracts therefor as well as any amendments to be made thereto or any other documentation necessary for the receipt of said funds.

LEGISLATIVE YEAR 2015

RESOLUTION: R-15-170

PURPOSE: **Authorizing the Mayor and City Treasurer to issue bonds not to exceed the amount of seventeen million dollars ($17,000,000) for street repair and paving**

SPONSOR(S): **Mayor Donnalee Lozeau**

COMMITTEE ASSIGNMENT:

FISCAL NOTE: The bond would be sold over a two year period (FY 16 & FY 17) as it corresponds to the amount of work completed. Said bond will be for a fifteen (15) year term for the amount of $17,000,000. It is estimated the interest rate will be approximately 3.5% and the total cost of the bond over the fifteen (15) years will be $21,760,000 including interest. The average annual payment will be approximately $1,450,000 and it is planned to have payments beginning in either FY 17 or FY 18.

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 seventeen million dollars ($17,000,000). The proceeds of said bonds shall be used for street repair and paving. The projected useful life is fifteen years.

The City issued IFB0660-031215, "2015 Main Roads Paving Program" in order to solicit bids from qualified vendors to pave main City roads. The base bid included 13.7 miles of roads to be paved. The IFB also included a base + alternate option, which included an additional 12.4 miles of paving, bringing the grand total to 26.1 miles. This bond would cover the base + alternate option.

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.

Approved as to account structure, numbers and amount: **Financial Services Division**

By: _____

Approved as to form: **Office of Corporation Counsel**

By: Dorothy Clarke

Date: September 2, 2015