



RESOLUTION

AUTHORIZING THE MAYOR AND CITY TREASURER TO INCREASE THE BOND AUTHORIZATION FOR ROAD AND TRAFFIC IMPROVEMENTS ON AMHERST STREET BETWEEN CHARRON AVENUE AND DIESEL ROAD AND ISSUE BONDS NOT TO EXCEED THE AMOUNT OF ONE MILLION FOUR THOUSAND DOLLARS (\$1,004,000)

CITY OF NASHUA

In the Year Two Thousand and Sixteen

WHEREAS R-15-140, “Authorizing the Mayor and City Treasurer to issue bonds not to exceed the amount of five hundred fifty thousand dollars (\$550,000) for road and traffic improvements on Amherst Street between Charron Avenue and Diesel Road” passed on May 26, 2015; and

WHEREAS additional funding is needed for the road and traffic improvements on Amherst Street between Charron Avenue and Diesel Road, requiring the city to increase the bond authorization for the project from \$550,000 to \$1,004,000.

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 one million four thousand dollars (\$1,004,000). The proceeds of said bonds shall be used for road and traffic improvements on Amherst Street between Charron Avenue and Diesel Road. The life span of said improvements shall be twenty (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.

The bonds shall bear the manual and 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

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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 2016

RESOLUTION: R-16-010

PURPOSE: Authorizing the Mayor and City Treasurer to increase the bond authorization for road and traffic improvements on Amherst Street between Charron Avenue and Diesel Road and issue bonds not to exceed the amount of one million four thousand dollars (\$1,004,000)

SPONSOR(S): Mayor Jim Donchess

**COMMITTEE
ASSIGNMENT:**

FISCAL NOTE: The bond would be sold in FY 17 for a 20 year term. The principal amount issued shall not exceed \$454,000, the estimated interest rate is approximately 4.0% and the total cost of the bond over the 20 years will be \$645,000 including interest. The average annual payment will be approximately \$32,250 beginning in FY 18. The total cost of the 2 resolutions is now \$1,004,000 in principal and \$421,700 in interest, for a complete total project cost of \$1,425,700. The 4% rate used for estimation is a conservative rate.

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 \$1,004,000. The proceeds of said bonds shall be used for road and traffic improvements on Amherst Street between Charron Avenue and Diesel Road. The City previously authorized bonds up to \$550,000 for this project (R-15-140), but additional funding is required. Three property owners previously agreed to contribute \$550,000 towards the project (see R-15-141); authorization to accept an additional \$62,000 in contributions from those property owners can be found in pending legislation R-16-011. The projected useful life of the road and traffic improvements is twenty years.

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: 

Date: 

February 16, 2016