



RESOLUTION

AUTHORIZING THE MAYOR AND CITY TREASURER TO ISSUE BONDS NOT TO EXCEED THE AMOUNT OF SIX MILLION DOLLARS (\$6,000,000) FOR THE DESIGN AND CONSTRUCTION OF A DIVISION OF PUBLIC WORKS OFFICE FACILITY

CITY OF NASHUA

In the Year Two Thousand and Nineteen

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 six million dollars (\$6,000,000). The proceeds of said bonds shall be used for the design and construction of a Division of Public Works office facility. The useful life of the project is 30 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.

The project’s total cost is estimated at \$10,000,000 which will be partly funded through the sale proceeds of 141-143 Burke Street, which currently has outstanding bond payments and a principal balance of \$3,792,000. Payments on this bond will end in FY 2039.

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 2019

RESOLUTION:

R-19-187

PURPOSE:

Authorizing the Mayor and City Treasurer to issue bonds not to exceed the amount of six million dollars (\$6,000,000) for the design and construction of a Division of Public Works office facility

SPONSOR(S):

Mayor Jim Donchess
Alderman-at-Large Lori Wilshire
Alderman Richard A. Dowd
Alderman-at-Large Michael B. O'Brien, Sr.

**COMMITTEE
ASSIGNMENT:**

FISCAL NOTE:

It is anticipated that a bond would be sold in FY 21 for a 20 year term. It is estimated the interest rate will be approximately 3.0% and the total cost of the bond will be \$7,890,000 including interest. The average annual payment will be approximately \$404,000 with the beginning years at a higher amount. The project's total cost is estimated at \$10,000,000 which will be partly funded through the sale proceeds of 141-143 Burke Street, which currently has a principal balance of \$3,792,000 with payments ending in FY 2039.

ANALYSIS

This resolution authorizes the City to issue and sell general obligation bonds in an aggregate principal amount not to exceed \$6,000,000. The proceeds of said bonds shall be used for design and construction of a Division of Public Works office facility. Additionally the proceeds from the sale of 141-143 Burke Street in the amount of \$3,900,000 less fees will be used to fund this project. Authorization for the sale of 141-143 Burke Street can be found in R-19-178. The total cost of the project is anticipated to be approximately \$10,000,000.

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 legislation should be referred to the Board of Public Works for its review and approval. It is anticipated that the Board of Public Works will vote on this matter at their November 7, 2019 meeting.

Approved as to account
structure, numbers and
amount:

Financial Services Division

By: 

Approved as to form:

Office of Corporation Counsel

By: 

Date: 6 November 2019