



RESOLUTION

AUTHORIZING THE MAYOR AND CITY TREASURER TO ISSUE BONDS NOT TO EXCEED THE AMOUNT OF ONE HUNDRED AND EIGHTEEN MILLION DOLLARS (\$118,000,000) TO FUND THE DESIGN AND CONSTRUCTION OF A NEW MIDDLE SCHOOL AND RENOVATIONS AND EXPANSION OF THE EXISTING TWO MIDDLE SCHOOLS (PENNICHUCK AND FAIRGROUNDS), INCLUDING THE PAYMENT OF COSTS INCIDENTAL OR RELATED THERETO

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 one hundred and eighteen million dollars (\$118,000,000). The proceeds of said bonds shall be used to pay for costs related to design and construction of a new middle school and renovation and expansion of both Fairgrounds and Pennichuck middle schools, including the payment of costs incidental or related thereto. Life span of said buildings will be thirty years. Said bonds may be issued at one time or in phases.

<u>Project</u>	<u>Amount to be borrowed</u>	<u>Useful Life</u>
Construction of New Middle School	\$81,178,000	30 years
Renovations of Pennichuck Middle School	\$24,700,000	30 years
Renovations of Fairgrounds Middle School	\$12,122,000	30 years

The amounts indicated above for each project are estimates and the Joint Special School Building Committee (JSSBC) may allocate more funds to any one or more of such projects, and less to others, so long as, in the judgment of the JSSBC, each of the projects described above can be completed within the total appropriation made by this Resolution.

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.

RESOLUTION

R-19-191

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 shall have such terms and conditions and be in such form, subject to the provisions of this resolution and applicable law, as such 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 2019

RESOLUTION:

R-19-191

PURPOSE:

Authorizing the Mayor and City Treasurer to issue bonds not to exceed the amount of one hundred and eighteen million dollars (\$118,000,000) to fund the design and construction of a new middle school and renovations and expansion of the existing two middle schools (Pennichuck and Fairgrounds), including the payment of costs incidental or related thereto.

SPONSOR(S):

Alderman Richard A. Dowd

**COMMITTEE
ASSIGNMENT:**

FISCAL NOTE:

It is anticipated that a bond would be sold over several years beginning in FY 21. For planning purposes only, the bond will be for a 25 year term. It is estimated the interest rate will be approximately 3.5% and the total cost of the bond will be \$171,690,000 including interest. The average annual payment will be approximately \$6,867,600 with the beginning years at a higher amount. The city has also proposed reserves of \$2,000,000 to be used for the middle school project.

ANALYSIS

This resolution authorizes the City to issue and sell general obligation bonds in an aggregate principal not to exceed \$118,000,000. The proceeds of said bonds shall be used to pay for the design and construction of a new middle school and renovations and expansion of two existing middle schools, including the payment of costs incidental or related thereto. The city has also proposed reserves of \$2,000,000 to be used for the middle school project.

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 Education for its review and approval.

Approved as to content:

Financial Services Department

By: 

Approved to as to form:

Office of Corporation Counsel

By: 

Date: 8 November 2019