



# General Obligation Bonds

*June 2022*

- Adoption of bond orders – sets dollar amount
- Set public hearing on bond orders
- Review tax rate implication
- Review and adopt projects (marketing purposes)
- Brief overview of marketing



# Adopting Bond Orders

- Council is requested to adopt the bond orders in three separate motions, one motion for each bond order.
- After adoption the Finance Officer will present the Sworn Statement of Debt and Total Estimated Interest to City Clerk.
- Request to set public hearing for August 8<sup>th</sup>, 2022



# Motion #1 – Public Safety

- City council move to adopt the order authorizing \$60,000,000 in public safety improvement bonds.



- City council move to adopt the order authorizing \$25,000,000 Streets, Sidewalk, and Connectivity bonds.



# Motion #3 - Housing

- City council move to adopt the order authorizing \$12,000,000 Housing bonds.



# Set Public Hearing

- Set public hearing on bond orders for August 8, 2022





# Tax Rate Implication

## 100% Debt Funding

Projects Funded		Dedicated Property Tax Equivalent*					
		1¢	2¢	3¢	3.5¢	4¢	5¢
		(\$1,450,000)	(\$2,900,000)	(\$4,350,000)	(\$5,075,000)	(\$5,800,000)	(\$7,250,000)
2026	Amount Funded	\$25,400,000	\$50,600,000	\$76,000,000	\$88,854,000	\$101,200,000	\$127,100,000
	Total Cost (Principal + Interest)	\$33,863,000	\$67,457,750	\$101,320,750	\$118,457,962	\$134,915,500	\$169,446,500
	Year of Debt Maturity	2046	2046	2046	2046	2046	2046

\* Represents an equivalent tax increase, revenue repurposing, expenditure reduction, or some combination of two or more adjustments. Assumes the additional revenues begin in FY2023 at \$1,450,000 per penny equivalent and grow at 1.70% per year.



# Project List

Priority	Project	Phase	Project Estimate / Million
<b>Fire Department</b>			2022
1	Fire Station #16 - Cedar Creek Rd.	New Construction	\$ 8.76
2	Fire Station #9 - Santa Fe Dr.	New Construction on Existing Site	\$ 10.16
3	Fire Station #2 - Olive St.	New Construction on New Site	\$ 8.54
4	Fire Station #7 - Stacy Weaver Dr.	Renovation	\$ 4.86
5	Fire Station #3 - Rosehill Rd	Renovation	\$ 4.98
6	Fire Station #6 - Cliffdale	Renovation	\$ 5.08
7	Logistics Building - Bragg Blvd.	New Construction at Fire Station #4	\$ 3.52
8	Fire Station #11 - Raeford Rd	Renovation	\$ 6.62
9	Fire Station #20 - Site TBD	New Construction	\$ 9.25
10	Fire Station #18 - Elliot Bridge Rd.	Temporary Station (Relocate from Station #9)	\$ 0.010
		<b>Total</b>	<b>\$ 61.78</b>
<b>Police Department</b>			
1	New 911 Center - Location TBD	New Construction	\$ 33.89
2	Training Complex - Location TBD	New Construction	\$ 23.06
3	Special Vehicle Storage - Location	New Construction	\$ 3.82
4	Cross Creek District - Raeford Rd	New Construction	\$ 11.92
5	Central District - Sycamore Dairy	New Construction	\$ 16.31
6	Headquarters - Downtown	Renovation	\$ 31.33
		<b>Total</b>	<b>\$ 120.33</b>
<b>Property, Operating, and Issuance Cost Not Included</b>			
<b>Grand Total</b>			<b>\$ 182.11</b>

## Infrastructure

- Sidewalks - \$7.3M – 14.5 Miles (Approximately \$500k/mile)
- Intersection Improvements - \$800K (5 total intersections – mainly pedestrian accommodations)
- Bike Plan (4 areas – Buffered Bike Lane(s)) - \$450K
- Street Repaving/Pavement Preservation – \$14.7M – 63 Miles (~\$233k/mile resurfaced) **or** 109 Miles (~\$135k/mile 75/25 resurface/alternative treatment method)
- Management Cost (assuming 4 year delivery) – \$1.75M Total - \$25M (Estimate 7% of total amount, higher if managed externally)

## Housing

- These dollars would be used to **incentivize third parties to partner on projects** that support housing affordability initiatives making Fayetteville a desirable place to live for all residents. These projects could include a **housing trust fund, homeownership programs, new housing initiatives and innovative solutions** to meet the critical housing needs of the community.



- City's role – education only
- Other stakeholder (non-city) roles
  - Fundraising
  - Advocacy
- Next steps





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