



**BUSINESS OF THE CITY COUNCIL
BONDURANT, IOWA
AGENDA STATEMENT**


Item No. 6q
For Meeting of 05.04.2020

ITEM TITLE: Resolution awarding private placement loan proposal

CONTACT PERSON: Marketa Oliver, City Administrator

SUMMARY EXPLANATION:

The attached resolution pertains to the City's sewer revenue bonds being issued for the NW Sewer Trunk project. The City Council has previously approved an agreement with Piper Sand to serve as the private placement agent for the bonds. Piper Sand has solicited proposals for the bonds and those proposals are due on Monday, May 4th at 11:00 a.m. City staff will work with the City's Financial Advisor, PFM, to determine which of those proposals are most advantageous and present those results to the City Council on Monday evening.

| |
|-------------------------------------------------------------------------------------------------------------------------------------------|
| <input checked="" type="checkbox"/> Resolution _____ Ordinance ____ Contract ____ Other (Specify) _____ |
| Funding Source _____ Sewer Revenue Bonds _____ |
| APPROVED FOR SUBMITTAL _____  City Administrator |

RECOMMENDATION: Approve resolution on a roll call vote.

CITY OF BONDURANT
RESOLUTION NO. 200504-200504-133

Resolution awarding private placement loan proposal

WHEREAS, the City of Bondurant (the "City"), in Polk County, State of Iowa, did heretofore establish a Municipal Sanitary Sewer System (the "Utility") in and for the City which has continuously supplied sanitary sewer service in and to the City and its inhabitants since its establishment; and

WHEREAS, the management and control of the Utility are vested in the City Council (the "Council") and no board of trustees exists for this purpose; and

WHEREAS, the City heretofore proposed to enter into a Sewer Revenue Loan Agreement (the "Loan Agreement") and to borrow money thereunder in a principal amount not to exceed \$2,750,000, pursuant to the provisions of Section 384.24A of the Code of Iowa, for the purpose of paying the cost, to that extent, of constructing improvements and extensions to the Utility, and pursuant to law and a notice duly published, the City Council has held a public hearing on such proposal on April 20, 2020;

WHEREAS, Piper Sandler & Co. (the "Placement Agent") as placement agent to the City has advised that the City consider private placement proposals for the placement of the Loan Agreement and the corresponding issuance of Sewer Revenue Bonds (the "Bonds") in evidence of its obligations thereunder; and

WHEREAS, private placement proposals have been received and considered by this City Council, and it is now necessary to select the proposal which is in the best interest of the City;

NOW, THEREFORE, Be It Resolved by the City Council of the City of Bondurant, Iowa, as follows:

Section 1. The proposal of ___(to be filled in on May 4, 2020)_____ (the "Lender") is hereby determined to be in the best interest of the City. The City shall enter into the Loan Agreement with the Lender and issue the Bonds thereunder. The Loan Agreement and the Bonds shall be conformed to the terms set forth in Lender's proposal and that certain "Participants Package" which was used by the Placement Agent in the solicitation of private placement proposals.

Section 2. Further action with respect to the Loan Agreement and the Bonds is hereby adjourned to the City Council meeting on May 18, 2020.

Section 3. All resolutions or parts thereof in conflict herewith are hereby repealed to the extent of such conflict.

Section 4. This resolution shall be in full force and effect immediately upon its adoption and approval, as provided by law.

Passed this 4th day of May, 2020,

Curt Sullivan, Mayor

ATTEST: I, Shelby Hagan, City Clerk of Bondurant, hereby certify that at a meeting of the City Council held on the above date, among other proceedings the above was adopted.

IN WITNESS WHEREOF, I have hereunto set my hand the day and year above written.

Shelby Hagan, City Clerk

| Council Action | Ayes | Nays | Abstain | Absent |
|----------------|------|------|---------|--------|
| Enos | | | | |
| Cox | | | | |
| Peffer | | | | |
| Elrod | | | | |
| McKenzie | | | | |

ATTESTATION CERTIFICATE

STATE OF IOWA
COUNTY OF POLK
CITY OF BONDURANT

SS:

I, the undersigned, City Clerk of the City of Bondurant, do hereby certify that attached hereto is a true and correct copy of the proceedings of the City Council relating to action on the selection of a private placement proposal for loan agreement and the corresponding sale of bonds.

WITNESS MY HAND this _____ day of _____, 2020.

City Clerk