



RESOLUTION

AUTHORIZING THE MAYOR AND CITY TREASURER TO ISSUE BONDS NOT TO EXCEED THE AMOUNT OF TWO MILLION FIVE HUNDRED THOUSAND DOLLARS (\$2,500,000) FOR THE FISCAL YEAR 2018 SEWER INFRASTRUCTURE PROGRAM

CITY OF NASHUA

In the Year Two Thousand and Eighteen

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 two million five hundred thousand dollars (\$2,500,000). The proceeds of said bonds shall be used for the Sewer Infrastructure Program project. This project provides for rehabilitation or replacement of broken, obsolete or failing sewer pipes, catch basins and manholes. This program also funds repairs on an emergency basis, due to unexpected sewer failures. The useful life of said program is 50 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.

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 2018

RESOLUTION:

R-18-022

PURPOSE:

Authorizing the Mayor and City Treasurer to issue bonds not to exceed the amount of two million five hundred thousand dollars (\$2,500,000) for the fiscal year 2018 Sewer Infrastructure Program

SPONSOR(S):

Mayor Jim Donchess

**COMMITTEE
ASSIGNMENT:**

FISCAL NOTE:

It is anticipated that the bond would be sold in FY 19/20 for a term of twenty years. It is estimated the interest rate will be approximately 3.5% and the total cost of the bond will be approximately \$3,500,000 including interest. The average annual payment will be approximately \$171,000 with the beginning years at a higher amount.

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 \$2,500,000. The proceeds of said bonds shall be used for the annual sewer infrastructure program. This project can be found in the FY 2018 Capital Improvements Program. 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.

Pending resolution R-18-023 (“Changing the purpose of up to \$514,000 of unexpended bond proceeds from various wastewater projects to the fiscal year 2018 Sewer Infrastructure Program”) also requests additional unspent bond proceeds of no more than \$514,000 for the fiscal year 2018 Sewer Infrastructure Program.

The Public Works Division provided the following additional information:

A sound sewer system can reduce the occurrence of sewer backups, street sinkholes or potential environmental health problems. A large portion of the existing sewer system in the inner-City area (installed prior to 1900) is at risk of failure due to pipe age and condition. This program also funds repairs on an emergency basis, due to unexpected sewer failures.

R-18-022 ANALYSIS (continued)

The scheduled work for the 2018 Sewer Infrastructure Program consists of work on Kinsley Street, Lake Street, Harvard Street, Gillis Street and Locust Street. Work includes 40 feet of 8 to 10 inch PVC sewer, 1120 feet of 12 inch PVC sewer, 810 feet of 15 inch PVC sewer, 590 feet of 18 inch sewer, 170 vertical feet of 4 foot diameter manhole, 1085 feet of sewer service connections, 1765 feet of drain pipe, 200 vertical feet of sewer chimney, 4625 cubic yards of crushed gravel, 2675 tons of base paving, 45 tons of top course paving, 1060 tons of temporary paving, 480 feet of granite curb resetting, 650 square yards of sidewalk and driveway reconstruction, 30 feet of asbestos pipe removal, 1175 feet of 4 inch striping, 815 feet of 12 inch thermoplastic paint lines, possible asbestos or other contaminated material excavation and disposal, dye testing approximately 50 service connections, and miscellaneous other sewer and paving items.

Approved as to account structure, numbers and amount:

Financial Services Division

By: 

Approved as to form:

Office of Corporation Counsel

By: 

Date: 