



## RESOLUTION

### CHANGING THE PURPOSE OF UP TO \$514,000 OF UNEXPENDED BOND PROCEEDS FROM VARIOUS WASTEWATER PROJECTS TO 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 purpose of the remaining unexpended bond proceeds previously reserved and designated under Resolution R-11-167 is changed as follows:

The original purpose from R-11-167 was for three wastewater projects including a storage tank facility, aeration blower upgrade, and dewatering equipment replacement. These purposes for which the funds were originally borrowed have been completed or nearly completed and the remaining balance of proceeds is surplus. The new purpose will be for up to \$514,000 to be used for the fiscal year 2018 Sewer Infrastructure Program, which 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.

## LEGISLATIVE YEAR 2018

**RESOLUTION:**

**R-18-023**

**PURPOSE:**

**Changing the purpose of up to \$514,000 of unexpended bond proceeds from various wastewater projects to the fiscal year 2018 Sewer Infrastructure Program**

**SPONSOR(S):**

**Mayor Jim Donchess**

**COMMITTEE  
ASSIGNMENT:**

**FISCAL NOTE:**

Spend up to \$514,000 on a capital project, from unspent bond proceeds approved under R-11-167. Unspent funds will be used on wastewater infrastructure. If bond funds were not reprogrammed they could be used to offset a payment within a fiscal year reducing the debt service account within the operating budget.

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### **ANALYSIS**

Resolution R-11-167 (“Authorizing the Mayor and City Treasurer to issue bonds not to exceed the amount of fifteen million four hundred ninety-two thousand four hundred and fifty-three dollars (\$15,492,453) for three wastewater projects”) authorized bonding for three wastewater projects. These projects are completed or nearly completed and this resolution would authorize the remaining proceeds (up to \$514,000) to be used on the annual sewer infrastructure program. This project can be found in the FY 2018 Capital Improvements Program.

The use of bond proceeds is controlled by RSA 33:3-a. They may be spent only for purposes for which the loan is incurred, except as the statute otherwise provides. If no expenditure of the proceeds has been made or a balance remains after “completion” of the project, the funds may be authorized, by a 2/3 vote, for another project eligible for bonding for an equal or longer period, or the funds may be used to pay principal of the project’s loan as it matures. RSA 33:3-a II. No public hearing is needed because the reallocation is not the authorization of new borrowing. This legislation should be referred to the Board of Public Works for its review and approval.

**R-18-023 ANALYSIS (continued)**

Pending resolution R-18-022 (“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”) also requests authorization of bonding up to \$2,500,000 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.

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.

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**Approved as to account structure, numbers and amount:**

**Financial Services Division**

By: 

**Approved as to form:**

**Office of Corporation Counsel**

By: 

Date: 