

REIMBURSEMENT RESOLUTION FISCAL NOTE

SUBJECT: Approve a resolution declaring the City’s official intent to reimburse itself from proceeds of tax-exempt debt obligations in an aggregate maximum principal amount of \$600,000,000 for project costs related to the initial phase of the Convention Center Redevelopment and Expansion Project. This item has no fiscal impact to the Convention Center’s debt service in Fiscal Year 2025. The reimbursement debt will not be issued until October 2025 or later. Related items: 24-6257, 24-6258, 24-6327, and 24-6256.

CURRENT YEAR IMPACT: This item has no fiscal impact to the Convention Center’s debt service in FY 2025. The debt will not be issued until October 2025 or later.

FIVE YEAR IMPACT:

	<u>FY 2026</u>	<u>FY 2027</u>	<u>FY 2028</u>	<u>FY 2029</u>	<u>FY 2030</u>
Estimated Debt Service	\$42,874,650	\$42,874,650	\$52,444,650	\$52,452,600	\$52,449,600

ANALYSIS / ADDITIONAL INFORMATION: For the City to spend money today and reimburse itself from the issuance of debt obligations in the future, a reimbursement resolution is required by state and federal law. The resolution must contain certain information to protect the tax-exempt status of the future issuance. Failure to adopt a qualified declaration of official intent will prohibit the City from reimbursing the costs with the proceeds of tax-exempt obligations. Reimbursement debt generally must be issued no later than 18 months after the later of, the date the expenditure was paid, or the date that the project, with respect to which the expenditure was made, is placed in service, but in no event more than three years thereafter.