



**TRUCKEE MEADOWS FIRE PROTECTION DISTRICT
STAFF REPORT**

Board Meeting Date: March 31, 2020

DATE: March 2, 2019

TO: Truckee Meadows Fire Protection District Board of Fire Commissioners

FROM: Cindy Vance, CFO
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THROUGH: Charles A. Moore, Fire Chief
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SUBJECT: Recommendation to adopt a Resolution of Intent, proposing the issuance of, and authorizing the publication of notices relating to General obligation (limited tax) Capital Improvement Bonds (Additionally Secured by Pledged Revenues) in the maximum principal amount of \$2,100,000 to defray wholly or in part the cost of acquisition of properties for stations authorized by NRS 474.511, including fixtures, structures, stations, other buildings and sites therefor and appurtenances and incidentals necessary, useful or desirable for any such facilities, including all types of property therefor; providing the manner, form and contents of the notices thereof; providing other matters properly related thereto; and providing the effective date hereof. The proposal to issue these bonds was approved by the Washoe County Debt Management Commission per NRS 350.014 et. seq. on February 28, 2020. (All Commission Districts) FOR POSSIBLE ACTION

SUMMARY

Staff is recommending that the Board of Fire Commissioners adopt a Resolution of Intent to issue general obligation capital improvement bonds in the maximum principal amount of \$2,100,000 to defray wholly or in part the cost of acquisition of properties for stations authorized by NRS 474.511, including fixtures, structures, stations, other buildings and sites therefor and appurtenances and incidentals necessary, useful or desirable for any such facilities, including all types of property therefor. The Resolution of Intent is the next step in a series of steps in the financing process for these bonds, which requires a future public hearing, and Board of Fire Commissioners' adoption of a Bond Resolution.

PREVIOUS ACTION

On January 21, the Board of Fire Commissioners adopted a resolution directing the Clerk to notify the Washoe County Debt Management Commission of the District's proposal to issue its Truckee Meadows Fire Protection District, Nevada General Obligation (Limited Tax) Capital Improvement Bonds (Additionally Secured by Pledged Revenues) in the maximum principal amount of \$2,100,000 to defray wholly or in part the cost of acquisition of properties for stations authorized by NRS 474.511, including fixtures, structures, stations, other buildings and sites therefor and appurtenances and incidentals

necessary, useful or desirable for any such facilities, including all types of property therefor: providing certain details in connection therewith; and providing the effective date thereof.

On February 28, and as required per NRS 350.014, the Washoe County Debt Management Commission (DMC) approved a resolution concerning the submission to the DMC of a proposal to issue Truckee Meadows Fire Protection District, Nevada General Obligation (Limited Tax) Capital Improvement Bonds (Additionally Secured by Pledged Revenues) in the maximum principal amount of \$2,100,000; and approving certain details in connection therewith.

BACKGROUND

The Board is being asked today to adopt a Resolution of Intent to issue bonds as a necessary step in the bonds' authorization. With the DMC's approval of the proposed bond issuance, the next step in the process is for the Board to adopt this Resolution of Intent. Upon adoption, a Public Notice of Intent will be published, and a 90-day petition period begins. During that period a public hearing will be held, and the Board may adopt a Bond Resolution, to be effective upon completion of the 90-day period.

FISCAL IMPACT

The maximum principal amount of the proposed bonds is \$2,100,000. The proposed bonds will be secured by a pledge of 15% of the District's receipt of Consolidated Taxes. Budgeted Consolidated Taxes in fiscal year 2020 are \$9,134,413, and the corresponding amount pledged to repayment of the proposed bonds is \$1,370,162. Maximum annual debt service on the proposed bonds is estimated to be \$151,350, and debt service will be repaid over a 20-year period. Pledged revenues are expected to be sufficient to pay the required principal and interest on the bonds and to meet debt service coverage requirements. Attached to this staff report is the financial information presented to the DMC on February 28.

RECOMMENDATION

It is recommended that the Board adopt a Resolution of Intent, proposing the issuance of, and authorizing the publication of notices relating to its General Obligation (Limited Tax) Capital Improvement Bonds (Additionally Secured by Pledged Revenues) in the maximum principal amount of \$2,100,000 to defray wholly or in part the cost of acquisition of properties for stations authorized by NRS 474.511, including fixtures, structures, stations, other buildings and sites therefor and appurtenances and incidentals necessary, useful or desirable for any such facilities, including all types of property therefor; providing the manner, form and contents of the notices thereof; providing other matters properly related thereto; and providing the effective date hereof.

POSSIBLE MOTION

Should the Board agree with staff's recommendation, a possible motion could be:

"I move to adopt a Resolution of Intent, proposing the issuance of, and authorizing the publication of notices relating to General Obligation (Limited Tax) Capital Improvement Bonds (Additionally Secured by Pledged Revenues) in the maximum principal amount of \$2,100,000 to defray wholly or in part the cost of acquisition of properties for stations authorized by NRS 474.511, including fixtures, structures, stations, other buildings and sites therefor and appurtenances and incidentals necessary, useful or desirable for any such facilities, including all types of property therefor; providing the manner, form

and contents of the notices thereof; providing other matters properly related thereto; and providing the effective date hereof.”