

**Action Requested/Required:**

- ☐ Vote/Action Requested
☒ Discussion or Presentation Only
☐ Public Hearing
Report Date: _____
Hearing Date: _____
Voting Date: _____

Department: City Management **Presenter(s) & Title:** Nathan Ingram, Assistant City Manager

Agenda Item Title:

Discussion of Proposed Reimbursement Resolution

Summary:

The City, the DDA, and the County are engaged in a joint project to renovate the old Downtown Fire Station into a new station that can be used for years to come. The preliminary construction estimates for this project are approximately \$6 Million. Fire Impact Fee Funds will be used; ~\$2+ Million of impact fees that have already been collected along with ~\$4 Million in future fire impact fees that will be collected over the next ten (10) years.

Recently, we sat down with Davenport & Co. (City's Financial Advisor) to discuss potential funding on a number of proposed City projects, the DT Fire Station being one of them. They have informed us that the City should adopt a reimbursement resolution. This will allow the City to reimburse funds already used, with future financing sources, should financing be required (which we suspect will be the case).

Budget Implications:

Budgeted? ☐ Yes ☐ No ☒ N/A

Total Cost of Project: _____ Check if Estimated ☐

Fund Source: General Fund ☐ Water & Sewer ☐ Sales Tax ☐ Other: _____

Staff Recommendations:

Staff will make a recommendation for action at Council's May 15th meeting.

Reviews:

Has this been reviewed by Management and Legal Counsel, if required? ☒ Yes ☐ No

Attachments:

Reimbursement Resolution

REIMBURSEMENT RESOLUTION

WHEREAS, the City of Canton, Georgia (the “City”) intends to renovate and rehabilitate a fire station in the City (the “Project”); and

WHEREAS, the City also intends to finance all or a portion of the costs of the Project with the proceeds of tax-exempt obligations (the “Bonds”) to be issued by an authority on behalf of the City; and

WHEREAS, the City also intends to pay for a portion of the costs of the Project prior to the issuance of the Bonds; and

WHEREAS, the City also intends to reimburse itself with Bond proceeds for the costs of the Project paid by it prior to the issuance of the Bonds.

NOW, THEREFORE, be it resolved by the City Council, and it is hereby resolved by the authority of the same, as follows:

1. The City reasonably expects to reimburse itself with Bond proceeds for the costs of the Project paid by it prior to the issuance of the Bonds to the extent permitted by Section 1.150-2 of the Income Tax Regulations.
2. The maximum principal amount of debt which the City presently expects to be issued relating to the Project is currently estimated to be \$9,000,000.

Adopted this 15th day of May, 2025.

CITY COUNCIL

Mayor

(SEAL)

Attest:

Clerk

CLERK'S CERTIFICATE

The undersigned Clerk of the City of Canton, Georgia (the "City") DOES HEREBY CERTIFY that the foregoing pages of typewritten matter constitute a true and correct copy of a resolution adopted by the City Council on May 15, 2025 at a meeting which was duly called and assembled and at which a quorum was present and acting throughout, and that the original of said resolution appears in the minute book of the City, which is in my custody and control.

WITNESS my hand this 15th day of May, 2025.

Clerk