

CITY OF PLEASANTVILLE
SPECIAL CITY COUNCIL MEETING
March 9, 2023 at 4:30PM

Mayor Brandon Pennington opened the meeting with council members Kody Jurgens and Kyle Patterson present. Council members Rachel Lopez, Jon Koehn, and Jordan Van Ness were present via zoom.

Chip Schultz, with Northland Public Finance, explained the financial outlook of the Adkins Development. The total estimated cost for the project is \$7,144,807.05; construction cost \$6,218,407.05, engineering costs \$626,400, and projected contingency \$300,000. Revenue sources are as follows; RISE Grant \$1,276,710, DOT Safety Grant \$200,000, Marion County GO Bonds \$2,031,025, Adkins contribution \$600,000, City's sewer cash fund \$250,000, City's American Rescue Plan funding \$200,000, City's CD \$300,000, and the remaining amount to be financed by the city. He explained Marion County's net contribution of \$2,031,025 is subject to a reverse bond referendum. The Board of Supervisors have approved the funding, but there is a slim chance that a petition could be filed with the county and the city could lose out on that funding source. Therefore, he provided the council with 2 scenarios of the financing options. The first scenario assumes a separate Marion County Bond issue and the city assumes \$2,287,072 of net funding from city issued General Obligation Annual Appropriation Bonds. This would allow the debt service to be paid from a variety of sources including sewer fund (without raising rates), TIF revenue, future LOSST, and city debt service levy. The second scenario assumes a reverse referendum petition is filed with Marion County. This would require the city to assume \$4,320,000 of net funding from city issued General Obligation Annual Appropriation Bonds. Schultz explained that he was conservative on the projected growth and taxable valuations.

Mrstik explained that the contract will have to be awarded by March 17th to move forward with the project.

A special council meeting is scheduled for Thursday March 16th at 5:30pm to discuss final financial outlook and potentially award the contract.

Motion by Patterson, seconded by Jurgens to adjourn the meeting. All voting in favor motion carried.

Mayor Brandon Pennington

City Clerk, Rachel Reed