

Memorandum

REPORT TO: City Commission

FROM: Kaitlin Johnson, Budget Manager
Melissa Hodnett, Finance Director

SUBJECT: Resolution Establishing Compliance with IRS Reimbursement Bond Regulations

MEETING DATE: June 23, 2026

AGENDA ITEM TYPE: Finance

RECOMMENDATION: I move to approve the resolution to establish compliance with IRS reimbursement bond regulations.

STRATEGIC PLAN: 7.5. Funding and Delivery of City Services: Use equitable and sustainable sources of funding for appropriate City services, and deliver them in a lean and efficient manner.

BACKGROUND: In order for the City to reimburse itself for expenditures with debt proceeds, treasury regulations require a Commission resolution declaring the official intent to reimburse expenditures with bond proceeds within 60 days of the original expenditure. The expenditure associated with this resolution is the purchase of a side-load refuse truck for the Solid Waste Department. The truck and associated debt proceeds and cost of issuance is included in appropriations and revenue estimates in the FY26 Annual Operating Budget.

UNRESOLVED ISSUES: None

ALTERNATIVES: The City's current long-range financial plan for the Solid Waste Fund assumes debt funding for the truck. Additional funding or budget reductions would need to be identified for the purchase if the resolution is not approved.

FISCAL EFFECTS: Debt service associated with any debt proceeds is included in the long-term financial model and recommended 2027 Biennium Budget scheduled for City Commission adoption on June 23, 2026.

Attachments:
[Resolution Intent to Reimburse.pdf](#)

Report compiled on: June 9, 2026