



Item Number: 11

CITY OF GRAND RAPIDS AGENDA ACTION REQUEST

DATE: July 16, 2024

TO: Mark Washington, City Manager

COMMITTEE: Fiscal Committee

LIAISON: Molly Clarin, Chief Financial Officer

FROM: Tricia Chapman, Administrative Services Officer II
Fiscal Services

SUBJECT: **Resolution authorizing the publication of a notice of intent to issue bonds in an amount not to exceed \$30.5 Million for the Parking Structure at the Amphitheater**

The City of Grand Rapids – County of Kent Convention Arena Authority (CAA) along with the City of Grand Rapids, Kent County, the Grand Rapids Downtown Development Authority (DDA), and other partners have determined to acquire and construct an Amphitheater with seating for approximately 12,000 located at or near 201 Market Ave SW. As part of the project, a multi-story parking deck is planned to be located on the site.

The attached resolution will authorize the City of Grand Rapids to publish a notice of intent in connection with the issuance of one or more series of capital improvement bonds in an amount not to exceed \$30.5 million. The bonds will be issued pursuant to Act 34 of the Public Acts of Michigan of 2001.

Bond proceeds will be used to finance all or a portion of the costs of capital improvements consisting of the acquisition and construction of a multi-story precast concrete parking deck, greening, top floor and street level activation, and concessions infrastructure for the Acrisure Amphitheater located at or in the vicinity of 201 Market Avenue, S.W. as well all other work, furnishings, fixtures and equipment, and site improvements necessary. The bond proceeds will also be used to finance the costs related to the issuance of the bonds. Annual debt service will be supported by the CAA and revenues generated from the parking fees from the structure.

The publishing of this Notice of Intent allows, but does not require, the City to issue debt for the purposes described in the Notice. City Commission will be asked to approve a bond authorizing resolution prior to the proposed sale of the bonds.

Please contact me at 616-456-3848 or tchapman@grcity.us if you have any questions.

Your FISCAL COMMITTEE recommends the adoption of the following resolution authorizing the publication of a notice of intent to issue bonds in connection with the issuance of capital improvement bonds pursuant to Act 34 of the Public Acts of Michigan of 2001, as amended, for capital improvements, and declaring the City's intent to reimburse itself for costs of such improvements from proceeds of the bonds.

WHEREAS, the City has determined to undertake capital improvements consisting of the acquisition and construction of a multi-story precast concrete parking deck, greening, and top floor and street level activation and concessions infrastructure for the Acrisure Amphitheater located at or in the vicinity of 201 Market Avenue, S.W. within the City as well all other work, furnishings, fixtures and equipment, and site improvements necessary and incidental thereto for the benefit of the City (the "Parking Deck Project") and to finance all or a portion of the costs of the Parking Deck Project by the issuance of one or more series of capital improvement bonds (the "Bonds") pursuant to Act 34 of the Public Acts of Michigan of 2001, as amended, MCL 141.2101 et seq. ("Act 34"); and

WHEREAS, it is necessary to publish a notice of intent to issue bonds pursuant to Section 517 of Act 34; and

WHEREAS, the City desires to express its intent to reimburse itself from proceeds of the Bonds for costs related to the Parking Deck Project that are paid prior to issuance of the Bonds.

RESOLVED:

1. That the City shall undertake the Parking Deck Project and pay for all or a portion of the costs of the Parking Deck Project through the issuance of the Bonds in one or more series in a total amount not to exceed \$30,500,000.

2. That a notice of intent to issue bonds for the Bonds shall be published in accordance with Section 517 of Act 34.


3. That the City Clerk is authorized and directed to publish the notice of intent to issue bonds in *The Grand Rapids Press*, a newspaper of general circulation in the City, which notice shall contain the information required by Act 34. Such notice shall not be less than one-quarter page in size in the newspaper.

4. That the City pursuant to Section 1.150-2 of the Treasury Regulations promulgated pursuant to the Internal Revenue Code of 1986, as amended, declares its intent to reimburse itself the costs of the Parking Deck Project and costs related thereto in an amount not to exceed \$30,500,000 through the issuance of the Bonds.

5. That a copy of this resolution shall be available for public inspection at the office of the City Clerk, 2nd Floor, City Hall, 300 Monroe Avenue, N.W., in the City.

6. That all resolutions or parts of resolutions insofar as they conflict with the provisions of this resolution be, and the same are, rescinded.

Prepared by:
Jessica L. Wood

CORRECT IN FORM

DEPARTMENT OF LAW