



MINUTES
LOVELAND CITY COUNCIL SPECIAL MEETING
Tuesday, January 24, 2017 6:30 PM

COUNCIL PRESENT:

Gutierrez, Fogle, Johnson, Krenning, Overcash, Ball and Clark.

COUNCIL ABSENT: Shaffer

1. SPECIAL MEETING

1.1. INTRODUCTION

CALL TO ORDER

Mayor Gutierrez called the meeting to order at 6:30 p.m.

ROLL CALL

1.2. AGENDA

MUNICIPAL COURT

MUNICIPAL COURT 2016 YEAR END REPORT

Geri Joneson, Municipal Court Judge, presented the Loveland Municipal Court quarterly report. The purpose of the reports are to update council on any trends the court sees regarding the types and volume of cases filed in municipal court, as well as inform council of any major changes in court procedures, legislation, employee status, etc., that may affect municipal court.

Information Item Only

FISCAL ADVISOR

DOWNTOWN PARKING STRUCTURE FOR FOUNDRY

Alan Krcmarik, Executive Fiscal Advisor, presented this item to Council. The week after the City Council approved the Development and Redevelopment Agreement for the Foundry Project to be constructed through a public-private partnership between the City and Brinkman Partners, the City received an unsolicited lease-financing proposal from BBVA Compass Bank. The interest rate offered in the proposal was

substantially lower than the City expected. City staff reviewed the terms of the proposal with the Project Negotiation Team and determined that the proposed transaction would be advantageous to the City. To ensure competition on the interest rate, City staff contacted other banks that presented financing proposals for the City's recent request for proposal process for the Wastewater Treatment Plant Improvements. The proposed Ordinance authorizes the City to obtain lease-financing proceeds to use to construct the parking structure at the northwest corner of the intersection of Lincoln Avenue and 2nd Street and other eligible improvements. The financing proposal from BBVA offered up to \$17.1 million of financing. Due to more favorable market conditions, the amount needed for the project decreased to \$15.9 million. Of the total \$15.9 million, \$14.5 million would be used for the construction of the facility and eligible improvements. The remaining \$1.4 million will be capitalized interest for the first thirty months of the payment term. The payment schedule will be based on a 30-year payback period with a reset of interest rates at the end of the 15th year. The rate for the first fifteen years will be 3.39%. During the construction phase, the City will use existing assets as collateral for the lease. Upon completion of the parking facility, the parking structure will serve as collateral for the lease. The ordinance was adopted by City Council on first reading on January 17, 2017 by a 7-1 vote.

Moved by Mayor Pro Tem Fogle, seconded by Councilor Clark

A Motion to Amend and Adopt, on Second Reading, as Presented To The Council For Second Reading, Ordinance #6086 Authorizing The Financing Of Certain Eligible Public Improvements Located Within The Foundry Project, And In Connection Therewith Authorizing The Leasing Of Certain City Property And The Execution And Delivery By The City Of A Site Lease, A Lease Purchase Agreement, And Other Documents And Matters Relating To Certain Certificates Of Participation, Series 2017; Setting Forth Certain Parameters And Restrictions With Respect To The Financing; Authorizing Officials Of The City To Take All Action Necessary To Carry Out The Transactions Contemplated Hereby; Ratifying Actions Previously Taken; And Providing For Other Matters Related Thereto

CARRIED 6-1 No Vote: Krenning

**LOVELAND POLICE DEPARTMENT
PROPOSED LOVELAND REGIONAL POLICE TRAINING CENTER WITH
POSSIBLE EXECUTIVE SESSION**

Bob Ticer, Loveland Police Chief and Michael Hogan, Facilities Operations Manager, provided the City Council with background on the proposed Police Regional Training Center in partnership with the City of Fort Collins, including an update on possible locations with the

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possibility for City Council to provide direction to the Police Department regarding the project. This item provides information to support City Council decision making regarding funding of this project. The City of Loveland budgeted \$810,000 in the 2017 Capital budget for design. The 2018 budget has a conceptual construction budget amount of \$8,315,000. Additionally, a conceptual 2018 budget of \$350,000 was developed for two (2) FTE's and an initial operational impact, which is currently being evaluated by Chief Ticer. If this project is supported and a 50/50 capital partnership is agreed upon with the City of Fort Collins the total cost for build would be approximately \$18,250,000. A split (4-4) Loveland City Council vote in December of 2015, in effect, put the project on hold.

Information Item Only

1.3. ADJOURN

Mayor Gutierrez adjourned the January 24, 2017 Special Meeting at 9:18 p.m.

Respectfully Submitted,




Beverly A. Walker, Acting City
Clerk


John H. Fogle, Mayor Pro Tem

