

Cover Analysis

1. . What is it?

The attached is a proposed loan ordinance with New Mexico Finance Authority ("NMFA") for approximately \$1,500,000.

2. What will this piece of legislation do?

This loan ordinance will provide funding for a portion of the reconstruction of Fire Station #7 ("project") and cost of issuance for financing.

3. Why is the project needed?

The project is needed to reconstruct Fire Station #7 to accommodate the City's considerable growth towards the west and to improve the structural condition of the station. The facility has aged to the point that existing infrastructure has surpassed its reasonable lifespan.

4. How much will it cost and what is the funding source?

The cost of reconstruction fire station #7 is approximately \$3,600,000 of which \$1,400,000 will come from the NMFA loan if approved.

5. Is there a revenue source associated with this contract? If so, what level of income is projected?

The revenue source utilized to pay off the loan will be the City's fire protection fund revenues. No general fund monies will be required.

6. What will happen if the project is not approved?

If the attached loan ordinance is not approved, then the project cannot be reconstructed.

7. Is this service already provided by another entity? No.