

Debt Issuance Update

Financial Services
Mark Holloway



Debt Sale – Parameters Authorization

- Council to designate the City Manager, Chief Financial Officer and the Director of Finance as pricing officers to execute the transaction of issuing debt
- Pricing officers will go to market at a future date
- Because of market volatility, the Council is authorizing the pricing officers to transact at designated not to exceed levels



Debt Sale – GO Bonds / Refunding

- Refunding Bonds - \$22,065,000
 - 2008 Certificates of Obligation - \$ 7,540,000
 - 2008 General Obligation Bonds - \$14,525,000

- Net Present Value Savings of approximately \$3.46 million
 - 15.7% of refunded bonds

- Anticipated Blended Interest Rate
 - 2%



Debt Sale – Revenue Bonds / Refunding

- Refunding Bonds - \$11,955,000
 - Waterworks & Sewer System Revenue Bonds, Series 2008 - \$6,100,000
 - Waterworks & Sewer System Revenue Bonds, Series 2009 - \$5,855,000
- Net Present Value Savings of approximately \$1.3 million
 - 10.9% of refunded bonds
- Anticipated Blended Interest Rate
 - 3.5%

- New Money for projects: \$39,390,000

Substandard Mains	\$	2,810,000
Pump Station & Improvements	\$	31,505,000
Oversize Participation Mains	\$	600,000
Lift Stations	\$	2,000,000
Waterline Improvements	\$	435,000
Water/Wastewater Master Plans	\$	1,040,000
Water Storage Tank Maintenance	\$	1,000,000



Debt Issuance Timetable

- June 22 POS to Rating Agencies
- July 5 Rating Agency Meetings
- July 17 Ratings Due
- **July 18** **Council Action (Parameters)**
- July 19 Print POS
- July 26 Negotiated Bond Sale
- August 22 Closing

