

FY21 Bond Issuance

City of McKinney, Texas

Financial Services
Mark Holloway



Debt Sales – Parameters Authorizations

- Council to designate the City Manager, Chief Financial Officer and the Director of Finance as pricing officers to execute the transactions for 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



General Obligation Summary

■ New Money

2015 Voter Authorized-Public Safety	\$3,200,000
2019 Voter Authorized-Parks	38,000,000
2019 Voter Authorized-Public Works	7,750,000
2019 Voter Authorized-Streets	<u>9,000,000</u>
Total GO Bonds to be Issued	\$57,950,000

- 20-year amortization
- Conservative level debt service

■ Refunding

Tax and Ltd Pledge Hotel Occupancy Tax CO, Series 2013	\$4,340,000
Maturities: 2023-2035	
Tax and Ltd Pledge Airport CO, Series 2013	<u>8,665,000</u>
Maturities: 2024-2035	
Total GO Bonds to be Refunded	\$ 12,995,000

- Level Savings Structure
- Expected savings between 8-10%



Water & Sewer Revenue Bonds Summary

- New Money - \$33,600,000

SH 5 UTILITY RELOCATIONS - PHASE 1	\$5,500,000
GREEN AND ANDREWS INFRASTRUCTURE IMPROVEMENTS	1,200,000
PUBLIC WORKS UTILITY MAIN IMPROVEMENTS	2,000,000
MAIN REPLACEMENTS & STREET REHAB (FY22)	5,000,000
Wastewater Projects	8,400,000
Water Improvements and Relocations	<u>11,500,000</u>
Total Revenue Bonds to be Issued	<u>\$33,600,000</u>



Timetable - Bonds

- May 4 Council Action (Parameters)
- May 18 Rating Conference Calls
- **May 25 Ratings Received**
- May 27 Print/Post POS
- June 10 Competitive Bond Sales
- July 7 Closing

