

City of McKinney, Texas

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



General Obligation Summary

▪ New Money

2015 Voter Authorized-Public Safety	\$10,000,000
2019 Voter Authorized-Public Safety	14,750,000
2019 Voter Authorized-Muni Facilities	5,000,000
2019 Voter Authorized-Parks	8,000,000
2019 Voter Authorized-Public Works	1,000,000
2019 Voter Authorized-Streets	<u>9,700,000</u>
Total GO Bonds to be Issued	\$48,450,000

- 20-year amortization
- Conservative level debt service

▪ Refunding

General Obligation Bonds, Series 2010	
Maturities: 2021-2030	\$ 13,315,000
Tax and Limited Pledge	
Waterworks and Sewer System Revenue	
Certificates of Obligation, Series 2010	
Maturities: 2021-2030	<u>8,930,000</u>
Total GO Bonds to be Refunded	\$ 22,245,000

- Level Savings Structure
- Approximately 18-20% savings targeted



Certificates of Obligation (Taxable)

- Amount: \$8.3 million
- Proceeds to be used for construction of a new FBO Terminal Building
- 20 – Year Amortization



Water & Sewer Revenue Bonds Summary

- New Money \$22,315,000

Water /Wastewater Utility Relocations	\$ 8,815,000
Water Main Improvements	\$ 5,000,000
Wastewater Improvements	\$ 8,500,000

- Refunding

- Waterworks and Sewer System Revenue Bonds, Series 2010

Maturities: 2021-2030

\$3,570,000

Savings expected of approximately 9-10%



Timetable - Bonds

- June 16 Council Action (Parameters)
- June 24 Rating Conference Calls
- July 15 Ratings Received
- July 30 Post POSs
- August 5 Competitive Bond Sales
- September 2 Closing

Timetable - Certificates

- June 16 Council Action (Notice of Intent)
- June 22, 29 Publish Notices
- August 5 Post POS
- August 18 Council Action (Parameters)
- August 20 Competitive Bond Sale
- September 16 Closing

