



Council Communication

Office of the City Manager

Date

March 12, 2007

Agenda Item No. 31
Roll Call No. 07-
Communication No. 07-146
Submitted by: Allen McKinley, Finance
Director/Treasurer

AGENDA HEADING:

Resolutions authorizing and providing for the issuance of \$4,635,000 general obligation refunding bonds, taxable series 2007A, and levying a tax to pay the bonds and the redemption of outstanding general obligation bonds, taxable series 1999B, dated June 1, 1999, of the City of Des Moines, Iowa, and directing notice of redemption to be given.

SYNOPSIS:

Authorization for the issuance of \$4,635,000 General Obligation Refunding Bonds Series 2007A and to use the proceeds to redeem the Series 1999B with proper notification.

FISCAL IMPACT:

Amount: Total savings of \$499,187.19

Funding Source: The February 28, 2007 bond sale resulted in a net present value savings of \$499,187.19. The Series 1999B bonds were retired with tax increment funds. The Series 2007A bonds also will be retired with tax increment funds.

ADDITIONAL INFORMATION:

On February 28, 2007, the City Council awarded bid to BB&T Capital Markets of Richmond, VA of the General Obligation Refunding Bond Series 2007A at a 5.178736 true interest rate. Eight bids were received. Moody's rating of the bonds is Aa2 and reflects no change from the City's last rating on general obligation debt.

PREVIOUS COUNCIL ACTION(S):

Date: February 28, 2007

Roll Call Number: 07-414

Action: [Resolution](#) directing sale of General Obligation Refunding Bonds, Taxable Series 2007A. Moved by Hensley to adopt. Motion Carried 7-0.

Date: February 26, 2007

Roll Call Number: 07-396

Action: [Authorization](#) for additional action. ([Council Communication No. 07-125](#)) Moved by Coleman to adopt. Motion Carried 7-0

Date: February 26, 2007

Roll Call Number: 07-395

Action: [On](#) issuance of not to exceed \$5,000,000 General Obligation Refunding Bonds, (for an essential corporate purpose) for refunding and refinancing of General Obligation Bonds, Taxable Series 1999B. Moved by Coleman to adopt. Motion Carried 7-0.

Date: February 12, 2007

Roll Call Number: 07-244

Action: [On](#) issuance of not to exceed \$5,000,000 General Obligation Refunding Bonds, (for an essential corporate purpose) for refunding and refinancing of General Obligation Bonds, Taxable Series 1999B, (2-26-07). ([Council Communication No. 07-064](#)) Moved by Vlassis to adopt. Motion Carried 7-0.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE