

 <p style="text-align: center;">Council Communication Office of the City Manager</p>	Date	January 11, 2010
	Agenda Item No. 37 Roll Call No. <u>10-</u> Communication No. <u>10-005</u> Submitted by: Allen McKinley, Finance Director/Treasurer	

AGENDA HEADING:

Hearing on the sale of General Obligation Refunding Capital Loan Notes, not to exceed \$26,000,000 (Series 2010C), and Public Parking System Revenue Refunding Capital Loan Notes, not to exceed \$17,500,000 (Series 2010D).

SYNOPSIS:

To refinance the series 2000A, 2003A and 2004B bonds requires a public hearing prior to Council authorization to direct the sale of the bonds. A Special Council Meeting will be required on January 20, 2010, to sell the Series 2010C General Obligation Refunding Capital Loan Notes. Due to the greater complexity of selling Parking System Revenue Refunding Capital Loan Notes, the sale date for the Series 2010D is yet to be determined.

FISCAL IMPACT:

A net present value savings of at least \$743,000 over the life of the bonds (10 year maturity) is anticipated to be realized (3% savings). Approximately 17% of the savings (\$126,000) will accrue to tax increment and 83% (\$617,000) will accrue to the regular debt service levy. All of the Parking bonds savings (\$525,000) will accrue to the Parking System. The refinancing of debt will not extend the terms of the existing debt.

ADDITIONAL INFORMATION:

The bonds will be called on June 1, 2010.

December 21, 2009: Set date of public hearings for sale of refunding notes.

January 11, 2010: Hold public hearings for sale of refunding notes.

January 20, 2010: Receive competitive bids and award low bid for Series 2010C (Special Council Meeting).

February or March, 2010: Receive competitive bids and award low bid for Series 2010D.

June 1, 2010: Complete call on bonds.

PREVIOUS COUNCIL ACTION(S): NONE

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:

January 20, 2010: Sale of notes and Special Council Meeting to award to lowest bidder.

February, 2010: Approval of Public Parking System Revenue Refunding Capital Loan Notes Preliminary Offering Statement (POS).

February or March, 2010: Sale of notes and Special Council Meeting to award to lowest bidder.

For more information on this and other agenda items, please call the City Clerk's Office at 515-283-4209 or visit the Clerk's Office on the second floor of City Hall, 400 Robert D. Ray Drive. Council agendas are available to the public at the City Clerk's Office on Thursday afternoon preceding Monday's Council meeting. Citizens can also request to receive meeting notices and agendas by email by calling the Clerk's Office or sending their request via email to cityclerk@dmgov.org.