

 <p style="text-align: center;">Council Communication Office of the City Manager</p>	Date: July 25, 2016
	Agenda Item No. 53B Roll Call No. <u>16-1242</u> Communication No. <u>16-426</u> Submitted by: Dan Ritter, Finance Director

AGENDA HEADING:

Hold public hearing regarding the issuance of not to exceed \$33,500,000 General Obligation (GO) Bonds Series 2016B for refunding and refinancing certain outstanding debt and take action for the issuance.

SYNOPSIS:

Hold public hearing regarding the issuance of not to exceed \$33,500,000 GO Bonds Series 2016B, for advance crossover refunding and refinancing GO Bonds, Taxable Series 2009E (Build America Bonds) and GO Bonds, Series 2010D and institute proceedings for the issuance. The purpose of the refinancing is to achieve interest savings by refunding and refinancing debt with lower interest rates.

FISCAL IMPACT:

Amount: Refunding anticipated to result in approximately \$2.5 million in net present savings.

Funding Source: The saving associated with refunding will be in the debt service levy fund.

ADDITIONAL INFORMATION:

- A public hearing must be held prior to any borrowing by the City. After input is received, if Council decides to issue the bonds, action must be taken on a second roll call to institute proceedings for the issuance of not to exceed \$33,500,000 GO Bonds
- The next step will be to direct the date of sale and approve a preliminary Official Statement describing the issuance. At the same time, new bonds will also be issued to fund certain projects in Fiscal Year (FY) 2017 through 2021 Capital Improvement Program. Council has already held the public meeting regarding bond issuance on February 22, 2016.

PREVIOUS COUNCIL ACTION(S):

Date: July 11, 2016

Roll Call Number: [16-1121](#)

Action: On the following bond issues:

(A) Not to exceed \$33,500,000 General Obligation Refunding Bonds, Series 2016B, (Essential Corporate Purposes), (7-25-16). ([Council Communication No. 16-390](#)) Moved by Hensley to adopt. Motion Carried 7-0.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:

- August 3, 2016: Award bonds and authorize redemption of bonds to be refinanced.
- September 2016: Adopt authorizing resolution and approve final documents.

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 first floor of City Administration Building, 400 E. Court Avenue Ste.116. 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.