


COUNCIL COMMUNICATION

	Number:	19-536	Meeting:	December 16, 2019
	Agenda Item:	21	Roll Call:	19-2006
	Submitted by:	Bob Fagen, Finance Director		

AGENDA HEADING:

Resolution to set date for public hearing on the issuance of not to exceed \$32,000,000 of General Obligation (GO) Refunding Bonds (Series 2020A), for refunding and refinancing certain current outstanding bonds, and providing for publication of notice of the hearing.

SYNOPSIS:

Council action will direct publication of notice and set public hearing on January 13, 2020 regarding issuance of GO Refunding Bonds (Series 2020A) for refunding and refinancing GO Bonds, Series 2012A, GO Bonds, Series 2012B, and GO Stormwater Bonds, Series 2012E with the total not to exceed \$32,000,000. The purpose of the refunding is to achieve an interest rate savings.

FISCAL IMPACT:

Amount: Refunding anticipated to result in approximately \$2.8 million net present value (NPV) savings.

Funding Source: The savings associated with the refunding will be in the Debt Service Levy Fund and Stormwater Enterprise Fund.

ADDITIONAL INFORMATION:

- Series 2020A will be issued to provide refunding:
 - \$16,845,000 on June 1, 2020 for GO Bonds, Series 2012A, which is maturing through 2032 with coupons between 4.0% and 4.75%.
 - \$5,190,000 on June 1, 2020 for GO Bonds, Series 2012B which is maturing through 2028 with coupons at 3.0%.
 - \$7,185,000 on June 1, 2020 for GO Stormwater Bonds, Series 2012E, which is maturing through 2032 with coupons 3.0%.

PREVIOUS COUNCIL ACTION(S): NONE

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:

- January 13, 2020: Hold hearing to proceed with refunding.
- January 27, 2020: Adopt resolution approving electronic bidding procedures and preliminary official statement and adopt resolution instituting proceedings to take additional action on Series 2020A.
- February 12, 2020: Accept receipt of bids for Series 2020A; and Adopt resolution directing sale for Series 2020A.
- February 24, 2020: 1) adopt resolution appointing paying agent, registrar and transfer agent; 2) authorizing and executing respective agreements; 3) adopt resolution authorizing issuance; and 4) approval of continuing disclosure certificate and tax exemption certificate and refunding trust agreement.

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 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.