


COUNCIL COMMUNICATION

	Number:	20-524	Meeting:	December 7, 2020
	Agenda Item:	35	Roll Call:	20-2048
	Submitted by:	Nickolas Schaul, Finance Director		

AGENDA HEADING:

Resolution to hold public hearing on the issuance of General Obligation (GO) Refunding Capital Loan Notes (Series 2021A), not to exceed \$40,000,000, for refunding and refinancing certain current outstanding bonds.

SYNOPSIS:

Hold public hearing regarding issuance of GO Refunding Capital Loan Notes (Series 2021A) for refunding and refinancing GO Bonds, Series 2013A and GO Bonds, Series 2013B, with the total not to exceed \$40,000,000. The purpose of the refunding is to achieve an interest rate savings.

FISCAL IMPACT:

Amount: Refunding anticipated to result in approximately \$6.3 million net present value (NPV) savings.

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

ADDITIONAL INFORMATION:

- Series 2020A will be issued to provide refunding - \$38,905,000 on June 1, 2022 for GO Refunding Bonds, Series 2013A and 2013B, which is maturing through 2033 with coupons between 4.0% and 4.5%.
- The maturity schedule remains through 2034 and new debt coupons estimated to be 2.0% and less.

PREVIOUS COUNCIL ACTION(S):

Date: November 23, 2020

Roll Call Number: [20-1870](#)

Action: [On](#) issuance of not to exceed \$40,000,000 General Obligation Refunding Capital Loan Notes, Series 2021A, (12-7-20). ([Council Communication No. 20-520](#)) Moved by Gatto to adopt. Motion Carried 7-0.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:

- January 25, 2021: Adopt resolution approving electronic bidding procedures and preliminary official statement.
- February 3, 2021 (Special Meeting): Receipt of bids for Series 2021A Notes and adoption of resolution directing sale of Series 2021A Notes.
- February 8, 2021: 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.

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.