

# 2019 Pledged Revenue Obligations

City Council Meeting

April 22, 2019

## March 4, 2019

- Defined bonds
- Discussed bond types
  - General Obligation (G.O. Bonds)
  - Revenue Bonds
- Proposed bonds
  - Revenue bonds \$10.0M

## April 22, 2019

- Pledged revenue obligations
- Update amount
  - Revenue bonds ~~\$10.0M~~ \$10.1M
- Authorize sale and issuance

BOND TYPE/PROJECT	BONDS	OTHER FUNDS
<b>REVENUE BOND PROJECTS</b>		
Historic Avondale Infrastructure	\$4.0 M	\$12.9 M
Water/Sewer Projects	6.0 M	TBD
<b>TOTAL</b>	<b>\$10.0 M</b>	<b>\$12.9 M</b>

## Pledged Revenue Obligations

- \$10.1 million
  - \$10.0 million project costs
  - \$0.1 million cost of issuance
- 12-year financing (FY2020 – FY2031)
- Estimated interest rate 3.5%
  - \$2.5 million over 12-year term
- Source of repayment: excise taxes
  - 0.5% dedicated sales tax

## Action

- Ordinance No. 1689-419
  - Approval of related agreements
  - Sale of obligations, levy of tax
  - Delegation to Mayor, City Manager, Assistant City Manager, Finance and Budget Director
  - All other actions necessary for transaction

## Next Steps

- Early May: Purchase closing
- Early June: Update to Council

## 2019 Bond Financing

Questions or Comments?