

Debt Financing Update

BUDGET, GOVERNANCE AND
INTERGOVERNMENTAL RELATIONS
COUNCIL COMMITTEE

MAY 5, 2025

Debt Financing Update

Council Priority Alignment

- ▶ **Well Managed Government**

Purpose

- ▶ **Informational presentation**

Key Takeaways

- ▶ **City's Debt Profile by Credit Entity**
- ▶ **Council Actions Required for Debt Financing Transactions**
- ▶ **Proposed Calendar**

Debt Financing Update

Future Council Actions

- ▶ **Based on Proposed Financing Calendar**

Agenda

- Comprehensive Capital Planning
- Types and Use of Debt
- Proposed Calendar
- Market update

Comprehensive Capital Planning Program



Long-Term Debt Profile



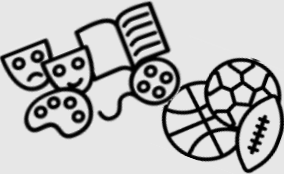

Financing Method	Pledge	Repayment Source	Approvals Required
General Obligation (GO) Bonds	City's full faith and credit with no limit on ad valorem tax levy	Property tax and general revenue of the city	Voter referendum and City Council approvals
Revenue Bonds	Specific revenue (i.e., airport/ water/ sewer/ stormwater fee revenues)	Specific source of revenue	City Council approvals
Certificates of Participation (COPs)	Secured by collateral Subject to annual appropriation	Property tax and other revenue of the city	City Council approvals
Special Obligation Bonds (SOBs)	Specific revenue (i.e., Hospitality & Tourism/ ABC. Beer, & Wine, Sales Tax)	Specific source of revenue	City Council approvals

Short-Term Debt Profile

Financing Method	Pledge	Repayment Source	Approvals Required
Bond Anticipation Notes (BANs)	Retired upon receipt of long-term bond proceeds	By credit entity	City Council approvals
Commercial Paper (CP)	Retired upon receipt of long-term bond proceeds	By credit entity	City Council approvals





Debt by Credit Entity

* Ratings As of April 2025

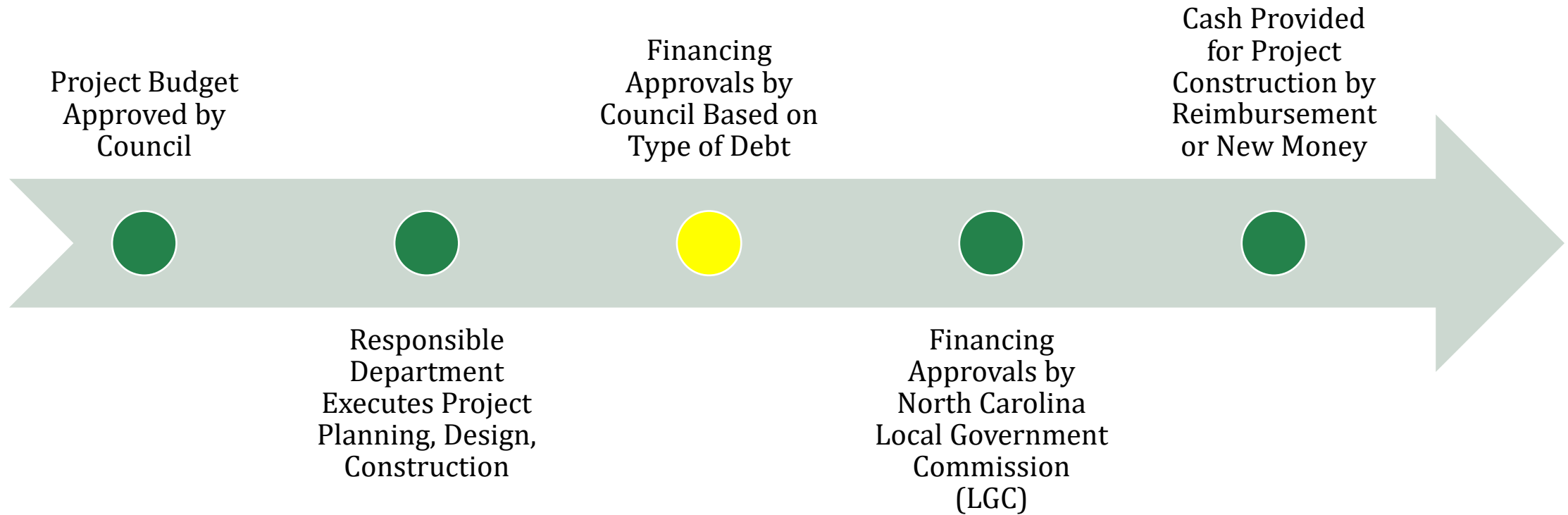
Credit Entity	Use	General Obligation	COPs	BANs
	Affordable Housing, Street and Neighborhood Infrastructure, and Facilities	Aaa/AAA/AAA	Aa1/AA+/AA+	Not Rated
	Convention Center Facility, convention and visitor promotion, hospitality/tourism marketing, amateur sports facilities, stadiums over 60,000 seats		Aa2/AA+/AA+	
	Marketing and visitor promotion, programs that generate visitors, construction and maintenance of convention centers, civic centers, auditoriums and museums		Aa1/AA+/AA+ Tourism Aa2/AA+/AA+ Cultural Facilities	Not Rated
	Constructing and maintenance of NASCAR Hall of Fame, NASCAR Hall of Fame/ Convention Center Crown Ballroom, and parking facilities		Aa2/AA+/AA+	

Debt by Credit Entity

* Ratings As of April 2024

Credit Entity	Use	Revenue Bonds	COPs	BANs
	Capital for Airport	Aa1/NR/AA+		Not Rated
	Capital for Water and Sewer Systems	Aaa/AAA/NR		Not Rated
	Capital for Storm Water	Aaa/AAA/NR		Not Rated
	Capital for Transit System		Aa1/AA+/AA+	

Council Actions/Debt Funding Process



Proposed 2025 Financing Calendar*

Airport Revenue Bond

Not to Exceed
\$350M

Sale Date
May 21, 2025



Water & Sewer Bond Refunding

Not to Exceed
\$200M

Sale Date
July 17, 2025



Arena COPS

Not to Exceed
\$130M

Sale Date
July 24, 2024



Arena BAN

Not to Exceed
\$135M

Closing Date
Aug XX, 2025



Council
Actions
Required

Feb 24, 2025
April 28, 2025

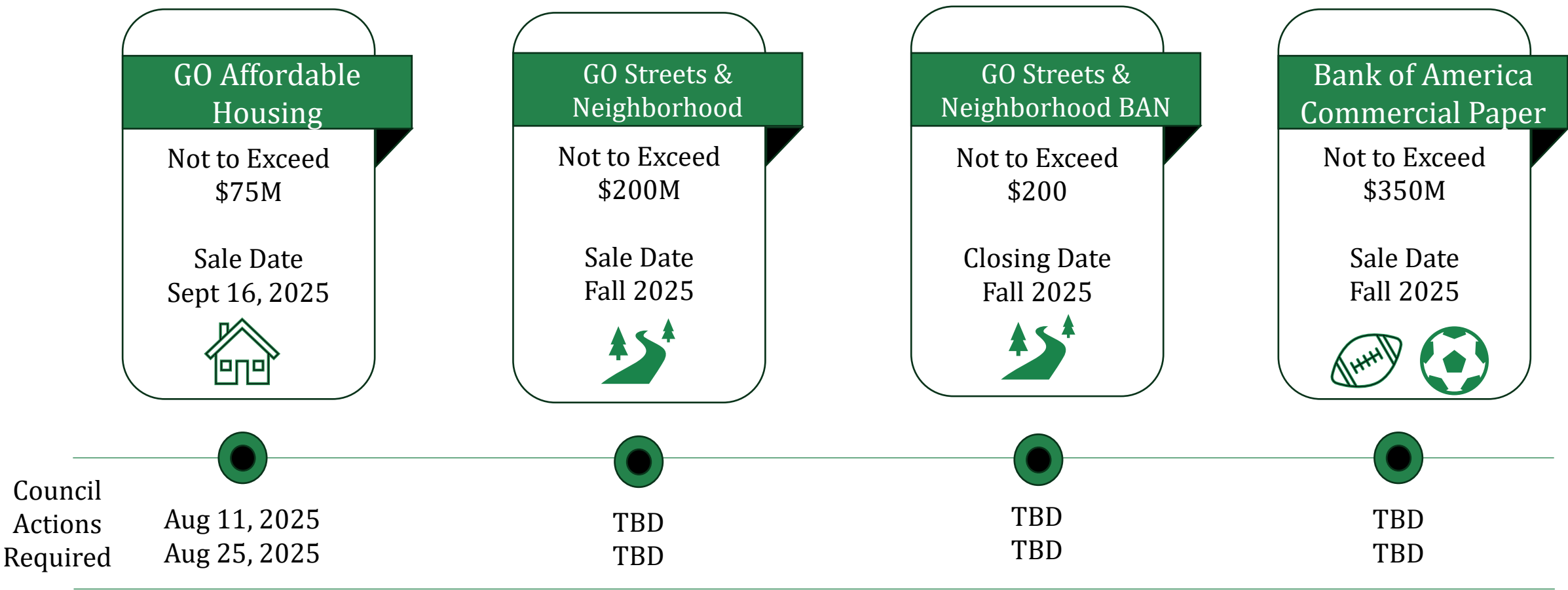
June 9, 2025
June 23, 2025

June 9, 2025
June 23, 2025

June 9, 2025
June 23, 2025

* Preliminary, subject to change

Proposed 2025 Financing Calendar*




* Preliminary, subject to change

Completed 2025 Financings

Red Line
Reimbursement

Not to Exceed
\$93M

Closing Date
April 17, 2025



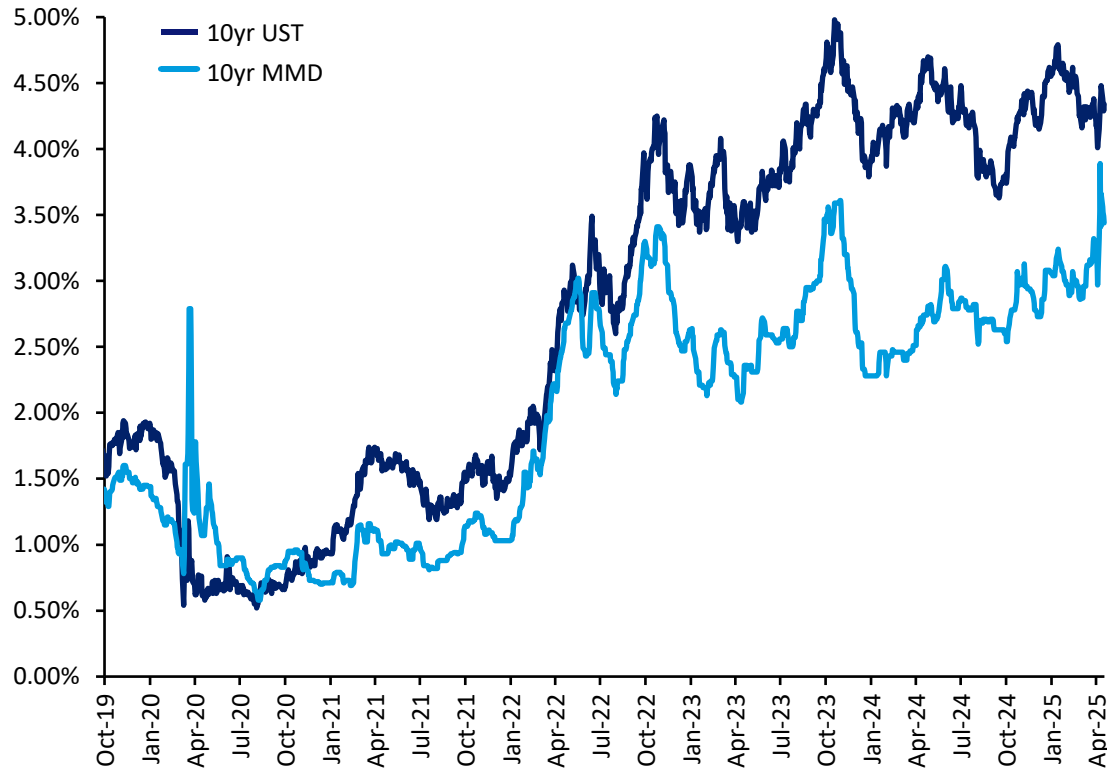


Council
Actions
Required

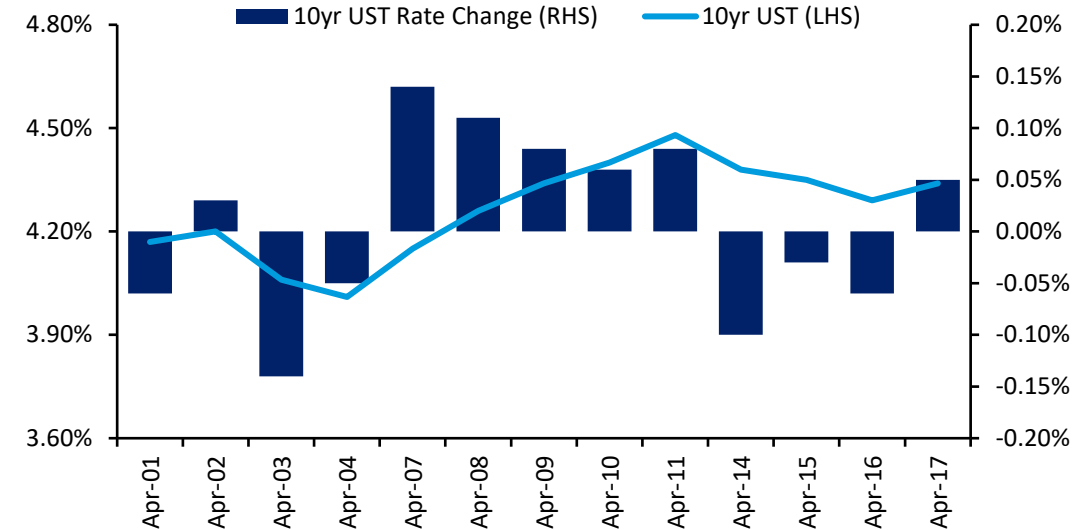
Feb 24, 2025
April 14, 2025

Market Update

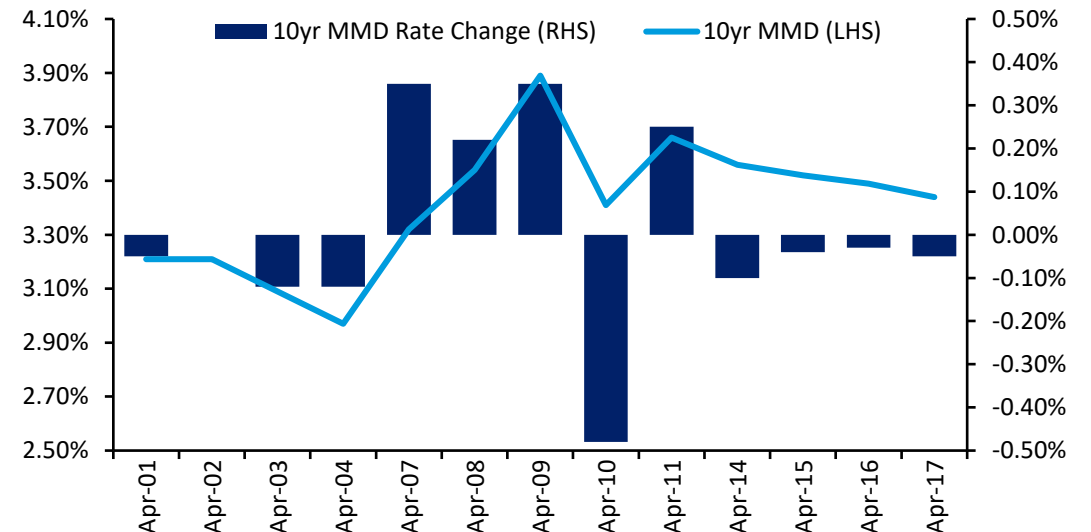
Rates



10yr UST Daily Rate Change



10yr MMD Daily Rate Change



Market data provided by Bank of America

Questions & Discussion

