

## Legislation Text

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File #: 15-20942, Version: 1

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### General Obligation Refunding Bonds

#### **Action:**

- A. Introduce a Bond Order authorizing the issuance of General Obligation Refunding Bonds not to exceed \$235,000,000,**
- B. Adopt a resolution making certain statements of fact concerning the proposed bond issuance, and**
- C. Set a public hearing regarding these bonds for September 11, 2023.**

#### **Staff Resource(s):**

Teresa Smith, Finance  
Matt Hastedt, Finance

#### **Explanation**

- This request for Council action begins the process of authorizing the issuance of up to \$235,000,000 of General Obligation Refunding Bonds which includes refunding of the series 2021B General Obligation Bond Anticipation Notes (BANs) to convert short-term financing for transportation and neighborhood improvement projects, and refunding of outstanding 2013B GO Bonds.
- The refunding of the 2013B GO Bonds is expected to produce economic savings over the life of refunding.
- This action authorizes the City Manager and the authorized officers named in the resolution to take the necessary actions to complete the financing, including applying to the Local Government Commission.
- The city issues BANs, which are short-term, variable rate debt, during construction periods for transportation and neighborhood improvement projects with a plan to convert the BANs to permanent debt at the end of a 24 to 36-month construction period. This approach is consistent with financial best practices and results in a lower cost to taxpayers.
- Council will be asked to take further actions at the Business Meeting on September 11, 2023 to:
  - Conduct the public hearing on the issuance of General Obligation Refunding Bonds, and
  - Adopt a Bond Order approving the issuance of General Obligation Refunding Bonds.

#### **Fiscal Note**

Funding: Municipal Debt Service Fund

#### **Attachment(s):**

Bond Order  
Resolution