

Legislation Text

File #: 15-14984, Version: 1

Set a Public Hearing on Airport 2021 General Airport Revenue Bonds and Bond Anticipation Notes

Action:

- A. Adopt an initial findings resolution and authorize the Chief Financial Officer to make appropriate application to the Local Government Commission for issuance of General Airport Revenue Bonds not to exceed \$500,000,000 and revenue bond anticipation notes not to exceed \$300,000,000, and**
- B. Adopt a resolution setting a public hearing on February 22, 2021, for this financing as required by Internal Revenue Service regulations.**

Staff Resource(s):

Haley Gentry, Aviation
Kelly Flannery, Finance

Explanation

- Authorize the issuance of up to \$500,000,000 in revenue bonds, which is comprised of up to \$250,000,000 in General Airport Revenue Bonds (GARBs) to provide permanent financing for projects listed below, including expenses funded with short-term construction-period financing issued in 2019, and up to \$250,000,000 in refunding Series 2010A-B and Series 2011A-B for debt service savings.
- This action would also authorize a new construction period financing program for up to \$300,000,000 in short-term notes to provide financing for other projects that are in the design phase; it is expected that permanent financing for these projects will be secured in two or three years.
- The 2021 GARBs will provide long-term financing for the following or other similar projects which are part of the Aviation Capital Investment Plan:
 - Terminal Lobby Expansion,
 - Concourse E Expansion,
 - Central Energy Plant,
 - Atrium Life Safety, and
 - Field Maintenance Building Renovation.
- The 2021 Bond Anticipation Notes will provide short-term financing for the following or other similar projects:
 - Concourse A Expansion Phase 2,
 - Terminal Lobby Expansion,
 - Terminal Lobby Roof,
 - Terminal Lobby Canopy,
 - North End Around Taxiway and Relocation,
 - Taxiway F Extension, Deice Pad, and Taxiway South Cross Field, and
 - Concourse E Dual Taxilanes.
- Long and short-term financing authorized by these actions is secured by Airport revenue, and the Airport's signatory airlines have approved the projects.
- Prior to issuing this debt, a third-party feasibility study will be completed to indicate that sufficient revenues are forecasted to be available to repay the debt.

- Debt issuances must be approved by the Local Government Commission (LGC). Action A authorizes the city to submit an application for the issuances to the LGC for approval.
- Internal Revenue Service regulations require a public hearing on new, tax-exempt, debt-funded projects. Action B sets a public hearing for February 22, 2021.

Fiscal Note

Funding: Airport Debt Service Fund

Attachment(s)

Initial Findings Resolution