

## Legislation Text

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File #: 15-17232, Version: 1

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### **Adopt an Initial Findings Resolution and Set a Public Hearing on Airport 2022 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 \$425,000,000 and revenue bond anticipation notes not to exceed \$300,000,000, and**
- B. Adopt a resolution setting a public hearing on April 11, 2022, for this financing as required by Internal Revenue Service regulations.**

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

Haley Gentry, Aviation  
Teresa Smith, Finance  
Matthew Hastedt, Finance

#### **Explanation**

- Authorize the issuance of up to \$425,000,000 General Airport Revenue Bonds (GARBs) to provide permanent financing for projects listed below, including expenses funded with short-term construction-period financing issued in 2021.
- 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 2022 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,
  - Terminal Lobby Expansion - Canopy, and
  - Terminal Lobby Expansion - Roof.
- The 2022 Bond Anticipation Notes will provide short-term financing for the following or other similar projects:
  - Concourse A Expansion Phase 2,
  - Federal Inspection Facility Renovations,
  - 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 April 11, 2022.

**Fiscal Note**

Funding: Airport Debt Service Fund

**Attachment(s)**

Initial Findings Resolution