



Department Source: Finance

To: City Council

From: City Manager & Staff

Council Meeting Date: August 3, 2020

Re: Resolution adopting the Notice of Sale of the Special Obligation Refunding Bonds, Series 2020B

Executive Summary

Resolution authorizing the sale of principal Special Obligation Refunding Bonds, Series 2020B in an amount not to exceed \$55,000,000.

Discussion

The issuance of the Special Obligation Refunding Bonds, Series 2020B will be used for a current refunding of \$5,650,000 outstanding principal amount of the City's Tax-Exempt Special Obligation Improvement Bonds (Parking Project – Annual Appropriation Obligation), Series 2012A-2, refund \$18,325,000 outstanding principal amount of the City's Special Obligation Refunding Bonds (Electric Utility Project – Annual Appropriation Obligation), Series 2012D, refund \$31,225,000 outstanding principal amount of the City's Special Obligation Electric Utility Refunding Bonds (Annual Appropriation Obligation), Series 2012E and cost of issuance. This current refunding is estimated to save the Parking fund \$600,000, and the Water and Light department \$5.4 million over the remaining life of the bonds for a total of \$6 million.

These savings can be used to fund operations, and could reduce the amount of future rate increases.

Fiscal Impact

Short-Term Impact: It is estimated that this refunding issue will save approximately \$4 million over the next two years.

Long-Term Impact: It is estimated that this refunding issue will save approximately \$6 million through year 2034.

Strategic & Comprehensive Plan Impact

Strategic Plan Impacts:

Primary Impact: Operational Excellence, Secondary Impact: Secondary, Tertiary Impact: Tertiary

Comprehensive Plan Impacts:

Primary Impact: Not Applicable, Secondary Impact: Secondary, Tertiary Impact: Tertiary



City of Columbia

701 East Broadway, Columbia, Missouri 65201

Legislative History

| Date | Action |
|------------|--|
| 01/17/2012 | R10-11 Resolution "Authorizing the City of Columbia, Missouri to offer at competitive public sale its \$9,175,000 special obligation improvement bonds |
| 12/03/12 | Ordinance 021519 "Authorizing the issuance of \$39,955,00 Special Obligation Electric Utility Refunding Bonds (Annual Appropriation Obligation) Series 2012E |

Suggested Council Action

Adopt the attached resolution.