



City of Columbia

701 East Broadway, Columbia, Missouri 65201

Department Source: Finance

To: City Council

From: City Manager & Staff

Council Meeting Date: August 5, 2019

Re: Resolution approving a proposal from Regions Capital Advantage, Inc. to purchase Sewerage System Refunding Revenue Bonds

Executive Summary

Resolution approving a proposal from Regions Capital Advantage, Inc. to purchase sewerage system refunding revenue bonds, series 2019, of the City of Columbia, Missouri, and authorizing certain matters relating thereto.

Discussion

The issuance of the 2019 Sewer Revenue Bonds will be used to do a current refunding of \$10,405,000 outstanding principal amount of the 2009 Sewerage System Revenue Bonds (Build America Bonds – Direct Subsidy) and pay costs of issuance. This current refunding is estimated to save the City approximately \$948,000 over the next fifteen years.

The “Proposal of Regions Capital Advantage, Inc.”, a copy of which is marked “Exhibit A” and the “Notice of Redemption”, a copy of which is marked as “Exhibit B” are attached to the Resolution.

Fiscal Impact

Short-Term Impact: N/A

Long-Term Impact: It is estimated that this refunding issue will save approximately \$948,000 net present value through the year 2035.

Strategic & Comprehensive Plan Impact

Strategic Plan Impacts:

Primary Impact: Operational Excellence, Secondary Impact: Economy, 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
9/8/2009	R 216-09 authorizing the City of Columbia, Missouri to offer at a negotiated sale its \$10,500,000 Sewerage System Revenue Bonds (Build America Bonds – Direct Subsidy) Series 2009, and to take certain other preliminary actions in connection therewith.
9/23/2009	Ord 20420 authorizing the issuance of taxable Sewerage System Revenue Bonds (Build America Bonds - Direct Subsidy), Series 2009, of the City of Columbia, Missouri, for the purpose of extending and improving the sewerage system of the city; prescribing the form and details of the bonds and the agreements made by the City to facilitate and protect their payment; and prescribing other related matters; and fixing the time when this ordinance shall become effective.

Suggested Council Action

Adopt the attached resolution.