



LOBs

*Limited Obligation Bonds –
Series 2019 – 5.13.19*

*City of
Fayetteville
North Carolina*



Overview

- **Not to exceed – \$7.3M**
 - City will not and cannot borrow more than is need and/or substantiated.
 - Final figures are compiled during the application process to the Local Government Commission to include issuance costs.
- **Project Revenue Sources**
 - Pool and Stadium are forecasted to be paid out of CIP.
 - Parking garage is forecasted to be paid for out of increased tax revenue
- **Present Expenditure Projections**
 - Lake Rim Pool – 3M+/- (Action - 2018-19 Budget)
 - Baseball Budget Increase – 2.5M+/- (Action – Ordinance approval 12.10.18)
 - Parking Deck Budget Increase – 1.5M+/-
 - Total – 7M+/-

Factors

- **LOBs vs. Installment Financing**
 - LOBs are the more viable and less expensive option
- **No impact on City's debt rating**
 - LOBs – AA (S&P – Spring 2019)
- **LGC Approval**
 - Meeting 5.7.19

Resolution

RESOLUTION APPROVING AND AUTHORIZING THE SALE AND ISSUANCE OF LIMITED OBLIGATION BONDS AND THE EXECUTION AND DELIVERY OF A SECOND SUPPLEMENTAL TRUST AGREEMENT AND RELATED DOCUMENTS IN CONNECTION WITH THE ACQUISITION, CONSTRUCTION AND EQUIPPING OF ADDITIONAL BASEBALL STADIUM AND PARKING DECK IMPROVEMENTS AND A NEW POOL AT THE CITY'S LAKE RIM RECREATION CENTER.

Motion to Adopt

Adopt the ***RESOLUTION APPROVING AND AUTHORIZING THE SALE AND ISSUANCE OF LIMITED OBLIGATION BONDS AND THE EXECUTION AND DELIVERY OF A SECOND SUPPLEMENTAL TRUST AGREEMENT AND RELATED DOCUMENTS.***



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North Carolina

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