

LOBs

Limited Obligation Bonds – Series 2019 – 5.13.19







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



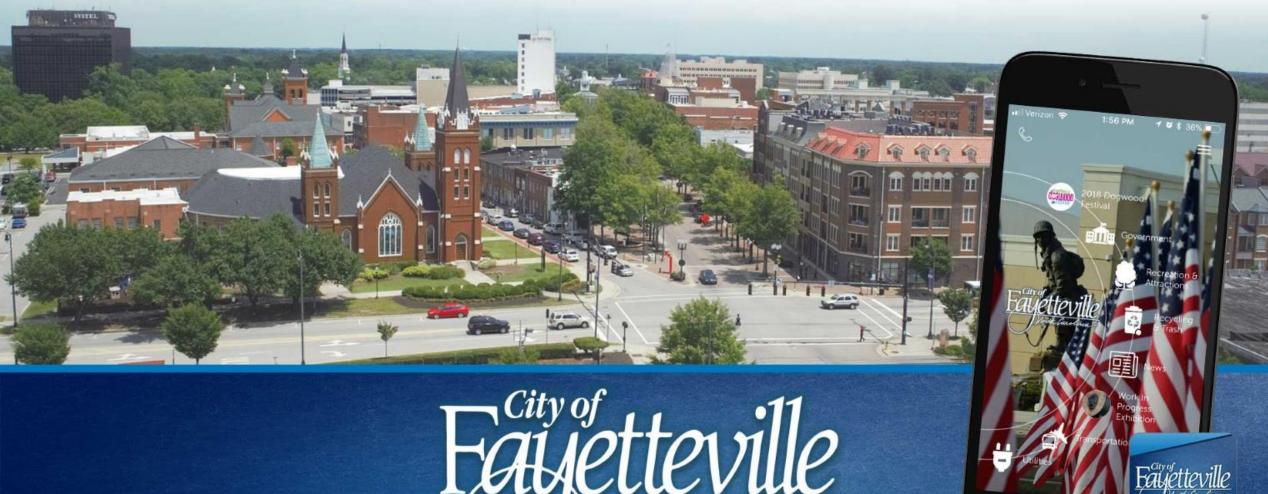
Resolution

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.









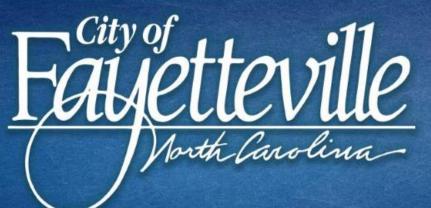












FayettevilleNC.gov



