



CITY AND COUNTY OF DENVER

DEPARTMENT OF FINANCE

201 W. COLFAX AVE.
DEPT. 1010
DENVER, COLORADO 80202

BRENDAN J. HANLON
MANAGER OF FINANCE

Michael B. Hancock
Mayor

April 30, 2018

Honorable Albus Brooks
Denver City Council President
City and County Building, Room 451
Denver, CO 80202

Dear Council President:

In keeping with the provisions of Section 20-93 of the Denver Revised Municipal Code (the "DRMC"), I am hereby notifying you of the Department of Finance's intent to issue City and County of Denver General Obligation Bonds, Series 2018A-B in a par amount not to exceed \$270,000,000. The Series 2018A Bonds will fund approximately \$193 million of bond projects identified as part of the 2017 GO Bond authorization approved by Denver voters in November 2017. The Series 2018B Bonds in a par amount up to \$77 million will refund existing Series 2008 Justice System Bonds to achieve interest cost savings.

The Bonds will be issued as tax-exempt, fixed-rate obligations with a term not to exceed 15 years.

The Bonds will be a General Obligation of the City, secured by the full faith and credit of the City, and are payable from general ad valorem taxes on all the taxable property within the City.

The accompanying *Attachment A* contains a more detailed description of the financing as required by Section 20-93(b) of the DRMC.

Sincerely,

A handwritten signature in blue ink, appearing to read "Brendan J. Hanlon".

Brendan J. Hanlon
Manager of Finance

Attachment

C: Honorable Tim O'Brien, Auditor
Debra Johnson, Clerk and Recorder
Shelley Smith, City Council Liaison

Attachment A
**DESCRIPTION OF THE SERIES 2018A-B GENERAL OBLIGATION BONDS
IN A PAR AMOUNT NOT TO EXCEED \$270 MILLION**

I. The Proposed Financing

The Department of Finance intends to issue City and County of Denver General Obligation Bonds, Series 2018A-B in a par amount not to exceed \$270 million. The 2018A Bonds will fund approximately \$193 million of bond projects identified as part of the 2017 GO Bond authorization approved by Denver voters in November 2017. The 2018B Bonds in a par amount up to \$77 million will refund existing Series 2008 Justice System Bonds to achieve interest cost savings. There will be no change to the original maturity of the Series 2008 Bonds, and based on current market conditions, the refunding is expected to generate approximately \$7 million or 9.5% of net present value savings.

The Series 2018A-B Bonds will be issued as fixed-rate, tax-exempt obligations with a term not to exceed 15 years and an interest rate not to exceed 4.25%. The final interest rate and par amount will be determined on the day of pricing and costs associated with the transaction will be paid for by the proceeds of the bonds.

Security for the Bonds

The Bonds will be a General Obligation of the City, secured by the full faith and credit of the City, and are payable from general ad valorem taxes on all the taxable property within the City without limitation as to rate and in an amount sufficient to pay the principal of and interest on the Bonds when due, except to the extent other legally available funds are applied for such purpose.

II. The Sale Process

The Bonds will be sold in a competitive sale process. The City uses the financial advisory services of Hilltop Securities for City financings.

III. The Proposed Timetable of Events

Major events are contained in the tentative transaction timetable below:

<i>Date</i>	<i>Event</i>
April 30, 2018	Reading of the 20-93 Notice at Council
May 1, 2018	Finance & Governance Committee
May 8, 2018	Mayor Council
May 14, 2018	First Council reading of the Ordinance
May 21, 2018	Second Council reading of the Ordinance
June 6, 2018	Price Transaction (Tentative)
June 14, 2018	Close Transaction (Tentative)

IV. Counsel

Greenberg Traurig and Becker Stowe Partners serve as co-Bond Counsel on the Bonds. Firms were selected through a competitive process conducted through the City Attorney's Office.

V. Other Information

I know of no event at this time that will affect the financing as described herein. In keeping with the intent of the 20-93 of the DRMC, the President of Council will be notified promptly of any material change to the financing. I do not anticipate formally communicating technical changes of an immaterial nature or minor changes in the timetable.