

## ORDINANCE/RESOLUTION REQUEST

**\*\*Please submit to Mayor's Legislative Team by 5 pm Wednesday**

- 1. Title: An ordinance to authorize the Manager of Finance, Chief Financial Officer to issue up to \$375,000,000 of City and County of Denver, General Obligation Bonds Series 2010A-B and up to \$300,000,000 City and County of Denver, General Obligation Refunding Bonds Series 2010C.**
  
- 2. Requesting Agency: Department of Finance**
  
- 3. Contact Person *with actual knowledge of proposed ordinance***  
Name: Margaret Danuser  
Phone:  
Email: Margaret.Danuser@denvergov.org
  
- 4. Contact Person *with actual knowledge of proposed ordinance who will present the item at Mayor Council and who will be available for first and second reading, if necessary***  
Name: Margaret Danuser  
Phone:  
Email:
  
- 5. Describe the proposed ordinance, including what the proposed ordinance is intended to accomplish, who's involved**
  - a. Scope of Work**  
The proposed ordinance authorizes the City to issue up to \$375,000,000 of City and County of Denver, General Obligation Bonds, Series 2010A-B and up to \$300,000,000 City and County of Denver, General Obligation Refunding Bonds Series 2010C.

### **Series 2010A General Obligation Bonds**

The proposed ordinance authorizes the City to issue up to \$40,000,000 Series 2010A General Obligation Bonds to fund projects related to the Better Denver Program. Bond proceeds will be used to retire a portion of outstanding Commercial Paper balances and finance Better Denver Projects. The 2009A GO Bonds will be issued as tax exempt bonds and along with the Series 2010B Bonds are the second series of bonds issued under the 2007 Better Denver authorization.

### **Series 2010B General Obligation Bonds**

The proposed ordinance authorizes the City to issue up to \$335,000,000 in Series 2010B General Obligation Bonds. The Series 2010B Bonds will be issued as taxable bonds under the Build America Bond (BABs) program authorized by the Federal American Recovery and Reinvestment Act. The BABs program bonds receive a 35% Federal subsidy to offset the higher taxable interest rate. This program is set to expire at the end of 2010 although many expect its term to be renewed but at a lower subsidy rate.

The original Better Denver Bond principal authorization approved by voters in 2007 was \$549,730,000 and \$78,000,000 has been issued prior to the 2010 bonds. Once the amount

of bonds listed in the ordinance request are issued, there will remain authorization for \$96,730,000 of General Obligation Bonds for the program.

**Series 2010C General Obligation Refunding Bonds**

The proposed ordinance authorizes the City to issue up to \$300,000,000 in Series 2010C General Obligation Refunding Bonds. The Series 2010C Bonds will current and advance refund portions of identified outstanding General Obligation Bonds which produce significant interest cost savings to the City.

- b. Duration**
- c. Location**  
various
- d. Affected Council District**  
all
- e. Benefits**  
see above
- f. Costs**

- 6. Is there any controversy surrounding this ordinance, groups or individuals who may have concerns about it? Please explain.**  
no

(Completed by Mayor's Office):

**Ordinance Request Number:**

**Date:**

