

ORDINANCE/RESOLUTION REQUEST

Please email requests to the Mayor’s Legislative Team

at MileHighOrdinance@DenverGov.org by **3:00pm on Monday**. Contact the Mayor’s Legislative team with questions

Date of Request: April 23, 2018

Please mark one: **Bill Request** or **Resolution Request**

1. Type of Request:

- Contract/Grant Agreement** **Intergovernmental Agreement (IGA)** **Rezoning/Text Amendment**
- Dedication/Vacation** **Appropriation/Supplemental** **DRMC Change**
- Other: Bond Financing Transaction**

2. Title: (Start with *approves, amends, dedicates*, etc., include name of company or contractor and indicate the type of request: grant acceptance, contract execution, contract amendment, municipal code change, supplemental request, etc.)

Authorizes the issuance of City and County of Denver General Obligation Bonds, Series 2018A-B in a principal amount not to exceed \$270 million for the purpose of funding approximately \$193 million of bond projects identified as part of the 2017 GO Bond authorization, to refund existing Series 2008 General Obligation Justice System Bonds, and to pay associated costs of issuance.

3. Requesting Agency: Department of Finance

4. Contact Person:

Contact person with knowledge of proposed ordinance/resolution	Contact person to present item at Mayor-Council and Council
Name: Michelle Johnson	Name: Michelle Johnson
Email: michelle.johnson2@denvergov.org	Email: michelle.johnson2@denvergov.org

5. General description or background of proposed request. Attach executive summary if more space needed:

The proposed ordinance authorizes the issuance of up to \$270 million of City and County of Denver, General Obligation Bonds, Series 2018A-B. 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. The final 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.

6. City Attorney assigned to this request (if applicable): Kwali Farbes, Jen Welborn

7. City Council District: Citywide

8. **For all contracts, fill out and submit accompanying Key Contract Terms worksheet**

To be completed by Mayor’s Legislative Team:

Resolution/Bill Number: BR18 0436

Date Entered: _____

Key Contract Terms

Type of Contract: (e.g. Professional Services > \$500K; IGA/Grant Agreement, Sale or Lease of Real Property): **Bond Financing Transaction**

Vendor/Contractor Name: N/A

Contract control number: N/A

Location: Bond funded project will be located Citywide

Is this a new contract? Yes No **Is this an Amendment?** Yes No **If yes, how many?** _____ N/A

Contract Term/Duration (for amended contracts, include existing term dates and amended dates): Term of the 2018 Bonds will not exceed 15 years.

Contract Amount (indicate existing amount, amended amount and new contract total): N/A

<i>Current Contract Amount</i> (A)	<i>Additional Funds</i> (B)	<i>Total Contract Amount</i> (A+B)
<i>Current Contract Term</i>	<i>Added Time</i>	<i>New Ending Date</i>

Scope of work: N/A

Was this contractor selected by competitive process? Bonds will be sold via a competitive sale **If not, why not?**

Has this contractor provided these services to the City before? Yes No N/A

Source of funds: N/A

Is this contract subject to: W/MBE DBE SBE XO101 ACDBE N/A

WBE/MBE/DBE commitments (construction, design, Airport concession contracts): N/A

Who are the subcontractors to this contract? N/A

To be completed by Mayor's Legislative Team:

Resolution/Bill Number: BR18 0436

Date Entered: _____

To be completed by Mayor's Legislative Team:

Resolution/Bill Number: **BR18 0436**

Date Entered: _____



CITY AND COUNTY OF DENVER

DEPARTMENT OF FINANCE

BRENDAN J. HANLON
MANAGER OF FINANCE

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

Executive Summary

An Ordinance to Issue General Obligation Bonds, Series 2018A-B

The proposed ordinance authorizes the Manager of Finance to issue City and County of Denver General Obligation Bonds, Series 2018A-B in a principal amount not to exceed \$270 million, for the purpose of funding:

- 1) Approximately \$193 million of bond projects identified as part of the 2017 GO Bond authorization approved by Denver voters in November 2017; and
- 2) Up to \$77 million to refund existing Series 2008 General Obligation Justice System Bonds to achieve interest cost savings. The refunding will not raise additional proceeds and there will be no change to the original maturity of the Series 2008 bonds of August 1, 2025. Based on current market conditions, the refunding is expected to generate approximately \$7 million or 9.5% of net present value savings.

The Bonds will be issued as tax-exempt, fixed-rate obligations with a term not to exceed 15 years. The Bonds will be sold via a competitive sale to achieve lowest cost of funds for the City. The final 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.

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.

To be completed by Mayor's Legislative Team:

Resolution/Bill Number: BR18 0436

Date Entered: _____

Revised 03/02/18