



DENVER
THE MILE HIGH CITY

Series 2014

Better Denver Mini-Bonds

Cash, Risk, & Capital Funding

May 14, 2014

FOR CITY SERVICES VISIT | CALL
DenverGov.org | **311**



What are Mini-Bonds

- \$500 denomination bond
- Interest on the bond is tax-exempt and is paid to the investor upon bond maturity.
- Offers affordable, tax free savings for purchasers to finance college, retirement and much more.
- Allows Colorado residents unique opportunity to directly invest in local public improvements.
- Sold directly to investors (Colorado residents)



Denver Mini Bond History

Structured as a compounding interest bond, where investors paid \$500 and Received \$1,000 at maturity. The 1990 bonds also offered the option of paying \$333 and receiving \$666.

	<u>1990</u>	<u>1992</u>	<u>1999</u>	<u>2007</u>
Term/years	16	12	15	15
Par:	\$5.88m	\$3.99m	\$3.13m	\$8.86m
Yield:	7.2%	6.0%	4.75%	4.75%
Project:	Various	Various	Various	Justice
# of Purchasers	1,761	646	600	770



2014 Mini-Bonds Purpose

Ballot Purpose	Project Details	Bond Authorization
Purpose G- Deferred Maintenance for Cultural Facilities	McNichols Deferred Maintenance	\$5.4 M
Purpose H- New Construction of Cultural Facilities	Boettcher Hall	\$3.6 M
Purpose E- Parks and Recreation	Central Denver Recreation Center	\$3.0 M

TOTAL \$12.0 million



FOR CITY SERVICES VISIT | CALL
DenverGov.org | 311



2014 Mini-Bonds Program Highlights

- Remaining \$12 million of Better Denver Bond Authorization will be structured as two bond options for investors.
- Max Bond Order: 40 bonds (\$20,000) per person
- No fees or commissions
- Must be Colorado resident with valid SS #

	Option 1	Option 2
Bond Authorization	\$6 million	\$6 million
Purchaser Pay	\$500	\$500
Purchaser Receives (upon bond maturity)	\$750	\$1000
Approximate tax free rate	4.25%*	4.79%*
Mini-bond Term	9 years 2023	14 years 2028

***PRELIMINARY, SUBJECT TO CHANGE**

Financing Terms	
Issuer	City and County of Denver
Processing Agent	Zion's Bank (Vectra)
Amount Financed (Principal)	\$12,000,000
Interest Rate (Combined)	4.83%*
Total Principal & Interest	\$21,000,000*
Financing Term	2023/2028
<i>*PRELIMINARY, SUBJECT TO CHANGE</i>	


- Online: www.denvergov.org
- In Person: Vectra Bank
1650 S. Colorado Blvd., Denver, CO 80222
- Mail-In: **Better Denver Mini-Bonds**
1001 17th Street, suite 850, Denver, CO 80202

Brochures will be available at Denver Public Library branches and Webb Building.

Mail & In-Person order must include official bank check. No other form of Payment will be accepted.

DRAFTSearch for services, locate city offices, more... 

Better Denver Mini-Bond Program


**DENVER
MINI-BONDS**

<p>9-year maturity</p> <h1>4.259%</h1> <p>Tax-Free Yield</p> <p>OR 6.375% Tax Equivalent Yield*</p>	<p>14-year maturity</p> <h1>4.797%</h1> <p>Tax-Free Yield</p> <p>OR 7.160% Tax Equivalent Yield*</p>
--	---

Order Now for a Limited Time Only

Denver Mini-Bonds are only available for a limited time from April 21 - 25, 2014!

[Order online now](#) [Order by mail or in person](#)

Common Questions

- [? What are municipal bonds?](#)
- [? How are 2014 Better Denver Mini-Bonds different from other types of bonds?](#)
- [? Who can purchase Better Denver Mini-Bonds?](#)
- [? How will the City of Denver use these bonds?](#)
- [? Has the City of Denver issued these types of bonds before?](#)
- [? How are Better Denver Mini-Bonds structured?](#)
- [? Is there a fee to buy Better Denver Mini-Bonds?](#)

Interest Rate Returns

Denver Mini-Bonds are available for \$500 each.

4.259% Tax-Free Yield*

OR 6.375% Tax Equivalent Yield (9-year maturity)

Pay \$500 for a Denver Mini-Bond that grows to \$750 at maturity in 9 years (Jan 2023)

4.797% Tax-Free Yield*

OR 7.160% Tax Equivalent Yield (14-year maturity)

Pay \$500 for a Denver Mini-Bond that grows to \$1,000 at maturity in 9 years (Jan 2028)

* Limit 40 bonds (\$20,000 purchase price) per registered owner.

About the Program

For only the fifth time in history, the City of Denver is offering Colorado Residents the opportunity to purchase tax-free Denver Mini-Bonds. Available only to Colorado residents, these unique investment opportunities are the fulfillment of a bond issue approved by Denver voters in 2005.



Common Questions

- ? What are municipal bonds?
- ? How are 2014 Better Denver Mini-Bonds different from other types of bonds?
- ? Who can purchase Better Denver Mini-Bonds?
- ? How will the City of Denver use these bonds?
- ? Has the City of Denver issued these types of bonds before?
- ? How are Better Denver Mini-Bonds structured?
- ? Is there a fee to buy Better Denver Mini-Bonds?
- ? Is there a limit to the number of Better Denver Mini-Bonds I can order?
- ? Is there a limit on the total dollar amount of Better Denver Mini-Bonds to be sold?
- ? How safe are Better Denver Mini-Bonds?
- ? Are Better Denver Mini-Bonds an appropriate investment for me?
- ? When are 2014 Better Denver Mini-Bonds available?
- ? How do I order Better Denver Mini-Bonds?
- ? How do I find out more?

About the Program

For only the fifth time in history, the City of Denver is offering Colorado Residents the opportunity to purchase **tax-free** Denver Mini-Bonds. Available only to Colorado residents, these unique investment opportunities are the fulfillment of a bond issue approved by Denver voters in 2005.

[Download Official Statement](#)

Proceeds

Proceeds from these bonds will be used to complete the final phases of Better Denver projects, particularly improvements to the city's outstanding cultural facilities.

Contact Us at (xxx) xxx-xxxx

- 6/23 Mini-Bond Kick-off (Press Conference)
- 6/23 Phone line and website activated
- 6/23 Print advertising begins
- 7/14 **Bond Order Period (5-days)**
- 7/22 Confirmation letter that bond order processed
- Sept. City Receives Proceeds
- Sept. Bond are mailed out to investors

**Preliminary and subject to Change*