

BILL/ RESOLUTION REQUEST

- 1. Title:** Authorizes the Manager of Finance to issue for the City and County of Denver, for and on behalf of its Department of Aviation, Airport Revenue Refunding Bonds, Series 2011B-D in an amount not to exceed \$650 million for the purpose of refunding outstanding Series 1998, 2001 and 2002 Airport Revenue bonds.
- 2. Requesting Agency:** Department of Finance
- 3. Contact Person *with actual knowledge of proposed ordinance***
Name:Guadalupe Gutierrez
Phone:720-913-9370
Email:lupe.gutierrez@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:Guadalupe Gutierrez
Phone:720-913-9370
Email:lupe.gutierrez@denvergov.org
- 5. Describe the proposed ordinance, including what the proposed ordinance is intended to accomplish, who's involved**
 - a. Scope of Work**

The Series 2011B-D refunding bonds will be issued to refund the 1998A-B, 2001A,B and D, and 2002E bonds. The current unique financial market conditions may warrant issuing a portion of the bonds on a taxable basis because taxable yields are lower than tax-exempt yields on the short end of the bond yield curve. The final par amount and tax-exempt/taxable mix, of refunding bonds will be determined on the day of pricing and is dependent on market conditions. The refunding supports the debt objective of reducing debt service payments on DIA bonds. No new money will be obtained for projects, including the South Terminal as part of this transaction.
 - b. Duration**

Term of the 2011B-D bonds will not exceed 14 years (will not extend beyond the original final maturity date of 2025)
 - c. Location**

n/a
 - d. Affected Council District**

n/a
 - e. Benefits**

Refunding of 1998, 2001& 2002 bonds produce significant debt service savings (\$30 million as of 8-8-2011)
 - f. Costs**

Costs associated with the transaction will be paid from the proceeds of the bond refunding.

6. Is there any controversy surrounding this ordinance, groups or individuals who may have concerns about it? Please explain.

No

Bill Request Number: BR11-0607

Date: 8/16/2011