

ORDINANCE/RESOLUTION REQUEST

Please email requests to the Mayor's Legislative Team
at MileHighOrdinance@DenverGov.org by **3:00pm on Monday**.

All fields must be completed.

Incomplete request forms will be returned to sender which may cause a delay in processing.

Date of Request: July 22, 2013

Please mark one: ☒ Bill Request or ☐ Resolution Request

1. Has your agency submitted this request in the last 12 months?

☐ Yes ☒ No

If yes, please explain:

2. Title: *(Include a concise, one sentence description – please include name of company or contractor and contract control number - that clearly indicates the type of request: grant acceptance, contract execution, amendment, municipal code change, supplemental request, etc.)*

An ordinance to authorize the Manager of Finance, Chief Financial Officer to issue City and County of Denver, General Obligation Bonds Series 2013A in an amount not to exceed \$278,000,000 for the purpose of funding Better Denver Bond Program projects, refunding outstanding General Obligation Bonds and paying cost of issuance expenses.

3. Requesting Agency: Department of Finance

4. Contact Person: *(With actual knowledge of proposed ordinance/resolution.)*

- **Name:** Guadalupe Gutierrez
- **Phone:** 720-913-9370
- **Email:** lupe.gutierrez@denvergov.org

5. Contact Person: *(With actual knowledge of proposed ordinance/resolution 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

6. General description of proposed ordinance including contract scope of work if applicable:

The proposed ordinance supports two debt objectives. The first objective is to authorize the issuance of new money financing to fund approximately \$60.66 million of Better Denver Bond Program projects identified by the Better Denver Bond Project Team. The second objective is to reduce debt service payments and realize savings by refunding up to \$217 million of certain outstanding G.O. bonds. The 2013A bonds will be fixed rate tax-exempt obligations.

****Please complete the following fields:** *(Incomplete fields may result in a delay in processing. If a field is not applicable, please enter N/A for that field.)*

- a. **Contract Control Number:** N/A
- b. **Duration:** Term of the 2013A bonds will not exceed 20 years (Refunding will not extend original final maturity of refunded bonds)
- c. **Location:** Infrastructure improvements will be located throughout the City and County of Denver
- d. **Affected Council District:** Various
- e. **Benefits:** Funds voter authorized Better Denver Bond projects. Refunding produces debt service savings (\$14 million as of 6-27-2013)
- f. **Costs:** Costs associated with the transaction will be paid from bond proceeds

7. Is there any controversy surrounding this ordinance? *(Groups or individuals who may have concerns about it?)* **Please explain.** No known controversy

To be completed by Mayor's Legislative Team:

SIRE Tracking Number: _____

Date Entered: _____

CITY AND COUNTY OF DENVER



MICHAEL B. HANCOCK
Mayor

DEPARTMENT OF FINANCE

CARY KENNEDY
CHIEF FINANCIAL OFFICER

201 W. COLFAX AVE. Dept. 1010
DENVER, COLORADO 80202
PHONE: (720) 913-5000

Executive Summary

An Ordinance to Issue General Obligation Bonds, Series 2013A

The proposed ordinance authorizes the Manager of Finance to issue up to \$278,000,000 of City and County of Denver, General Obligation (G.O.) Bonds, Series 2013A, for the purpose of obtaining new money to fund Better Denver Bond projects, refunding of existing G.O. bonds, and paying the costs associated with the issuance of the Series 2013A Bonds.

Series 2013A General Obligation Bonds

The Series 2013A Bonds will be issued as fixed rate tax-exempt bonds in an approximate par amount of \$278 million. Bond proceeds will provide new money to fund Better Denver Bond projects and refund various series of outstanding G.O. Bonds.

New Money

The proposed financing will fund \$60.66 million of capital improvements identified as part of the 2007 Better Denver Bond Program and Amended Better Denver Companion Ordinance #63 approved by Council in February 2013. An allocation of the new money is limited to the following purposes:

\$18.5 million	Purpose G- Deferred Maintenance of Cultural Facilities
\$38.6 million	Purpose H- New Construction of Cultural Facilities
<u>\$3.5 million</u>	Purpose E- Parks and Recreation
\$60.6 million	

Upon the issuance of these 2013A bonds no bonding authority will remain under the 2007 Better Denver Bond Program authorization.

Refunding

There is approximately \$217 million of outstanding bonds that may be refunded to produce present value savings as well as lower debt service costs for the City. Based on current rates, a refunding produces \$14 million or 7% of present value savings for the City. A list of the potential refunding candidates is listed below and each refunding candidate will be evaluated in terms of savings and overall impact to the City's debt portfolio consistent with the Department of Finance debt policy. The final maturity on the refunding bonds will not exceed the final maturity on the bonds being refunded.

List of potential refunding candidates:

Series 2002, Series 2003A, Series 2003B, Series 2005 and 2006

To be completed by Mayor's Legislative Team:

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Revised 08/16/10