## ORDINANCE/RESOLUTION REQUEST

Please email requests to the Mayor's Legislative Team

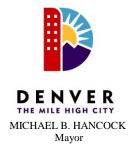
At MileHighOrdinance@DenverGov.org by 3:00pm on Monday.

# \*All fields must be completed.\*

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

	Date of Request: October 23, 2017
Please mark one: X B	ill Request or Resolution Request
1. Has your agency submitte	ed this request in the last 12 months?
☐ Yes X M	No
If yes, please explain:	
indicates the type of request: § An ordinance to authorize the	e sentence description – please include <u>name of company or contractor</u> and <u>contract control number</u> - that clearly grant acceptance, contract execution, amendment, municipal code change, supplemental request, etc.)  City and County of Denver Manager of Finance, Chief Financial Officer to incur, for and on behalf of the revolving loan in an amount not to exceed \$300 million for the purpose of funding interim Airport capita
3. Requesting Agency: Depart	artment of Finance
<ul> <li>4. Contact Person: (With acceptance)</li> <li>Name: Guadalupe Grande</li> <li>Phone: 720-913-9370</li> <li>Email: lupe.gutierrez</li> </ul>	
<ul> <li>5. Contact Person: (With accavailable for first and secon Name: Guadalupe Grander Phone: 720-913-9370</li> <li>Email: lupe.gutierrez</li> </ul>	utierrez
The proposed ordinance suppo enter into a Non-Revolving C establishing a non-revolving lo 2018-2022 Capital Improvement	oposed ordinance including contract scope of work if applicable:  tts the objective of providing an interim financing vehicle for DEN by allowing the Manager of Finance to redit Agreement with Bank of America, who was selected via a competitive process, for the purpose of an to fund up to \$300 million of interim capital improvements at any given time, identified in the Airport's nt. Plan. The non-revolving loan will be issued as subordinate contract obligation with a term not to exceed acture, note terms, interest rates and tax status will be determined at the time of drawing funds.
•	g fields: (Incomplete fields may result in a delay in processing. If a field is not applicable, please enter N/A we blank.)
b. Duration:	Term of the Credit Agreement will not exceed three years, with renewal of the facility subject to the approval of the Manager of Finance.
c. Location:	n/a
d. Affected Council District:	DEN is located in Council District 11
e. Benefits:	Provides interim financing for capital needs identified in DEN's 2018-2022 CIP
f. Costs:	Costs associated with the transaction will be paid solely from DEN revenues
<b>7. Is there any controversy su</b> No identified controversy	rrounding this ordinance? (Groups or individuals who may have concerns about it?) Please explain.
(Completed by Mayor's Office)	: Ordinance Request Number: Date:
	To be completed by Mayor's Legislative Team:
SIRE Tracking Number:	Date Entered:

# CITY AND COUNTY OF DENVER



#### **DEPARTMENT OF FINANCE**

BRENDAN J. HANLON CHIEF FINANCIAL OFFICER 201 W. COLFAX AVE. Dept. 1010 DENVER, COLORADO 80202 PHONE: (720) 913-5000

# Executive Summary An Ordinance to enter into a Credit Agreement to incur a Non-Revolving Loan for Denver International Airport

The proposed ordinance authorizes the Manager of Finance, on behalf to the Department of Aviation, to enter into a Non-Revolving Credit Agreement with Bank of America for the purpose of securing a loan of up to \$300 million outstanding at any given time. The loan will serve as an interim financing vehicle for DEN to fund immediate capital needs for projects identified in the 2018-2022 Capital Improvement Plan (CIP). The City expects to refund any draws on this interim financing facility with long-term fixed rate bonds as part of a future new money bond issuance, which will also be subject to City Council approval.

The loan is a subordinate contract obligation, authorized under the Airports General Subordinate Bond Ordinance. The amount of the facility will not exceed \$300 million and draws on the facility will be recorded as notes at the time funds are drawn. The term of the facility will not exceed 3 years and can be extended upon authorization of the Manager of Finance. The provider of the facility, Bank of America, was selected via a competitive selection process. Bank of America will not require a rating or disclosure document for the loan.

## Key Note terms:

**Interest Rate:** Based on LIBOR index (*Fixed rate notes are also available under this structure, at a to be negotiated interest rate*)

**Tax status:** Tax-exempt or taxable

**Drawn Fees:** 38 basis points for tax-exempt and 69 basis points for taxable (fees based on DEN's current ratings)

**Undrawn fees:** Not exceed 25 basis points (fees based on DEN's current ratings)

**Terms:** not to exceed three years

Final terms will be determined at the time the funds are drawn and evidenced in the form of notes.

The City has by ordinance designated the Department of Aviation as an Enterprise within the meaning of the TABOR Amendment to the Colorado State Constitution. Subordinate Airport System Revenue Bonds and Obligations such as this loan are special obligations of the City, for and on behalf of the Department of Aviation, payable solely from and secured by a subordinate pledge of the Net Revenues of the Airport System. None of the properties of the Airport System is subject to any mortgage or other lien for the benefit of the owners of the Bonds. Neither the full faith and credit, nor the taxing power of the City, will be pledged in payment of Airport System Revenue Bonds or Obligations.

	To be completed by Mayor's Legislative Team:	
SIRE Tracking Number:	Date Entered:	
		Revised 08/16/10