Legislation Details (With Text)

File #:	20-0889 **Version:** 1		
Type:	Bill	**Status:**	Passed
File created:	8/24/2020	**In control:**	Business, Arts, Workforce, Climate & Aviation Services Committee
On agenda:	10/5/2020	**Final action:**	10/5/2020

Title: A bill for an ordinance concerning the Airport Facilities of the City and County of Denver; authorizing the issuance of the "City and County of Denver, Colorado, for and on behalf of its Department of Aviation, Airport System Revenue Bonds, Series 2020A" in the maximum aggregate principal amount of $225,000,000 for the purposes of defraying the costs of the Series 2020A Refunding Project, the "City and County of Denver, Colorado, for and on behalf of its Department of Aviation, Airport System Revenue Bonds, Series 2020B" in the maximum aggregate principal amount of $110,000,000 for the purposes of defraying the costs of the Series 2020B Refunding Project, and the "City and County of Denver, Colorado, for and on behalf of its Department of Aviation, Airport System Revenue Bonds, Series 2020C" in the maximum aggregate principal amount of $890,000,000 for the purposes of defraying the costs of the Series 2020C Refunding Project, and providing other details in connection therewith; providing the amount, terms and other details of such bonds; authorizing the execution of certain related agreements; ratifying action previously taken; providing for other related matters; and providing the effective date of this ordinance.
Authorizes the Manager of Finance, Chief Financial Officer to issue City and County of Denver, for and on behalf of its Department of Aviation, Airport Senior Revenue Bonds, Series 2020A-C in an amount not to exceed $1.225 billion for the purpose of refunding and restructuring of airport bonds, paying for swap termination costs and paying costs of issuance expenses. The last regularly scheduled Council meeting within the 30-day review period is on 10-20-20. The Committee approved filing this item at its meeting on 9-2-20.

Sponsors:

Indexes: John Mahoney

Code sections:

Attachments: 1. BR20 0889 DOF DEN Series 2020A-C SENIOR Bond, 2. DEN Series 2020A-D Financings Presentation- FINAL9.1, 3. 20-0889 Doc. A Form Escrow Agreement (Senior), 4. 20-0889 Doc. B Form Paying Agent Agreement (Senior), 5. 20-0889 Doc. C Form Remarketing Agreement (Senior Bonds), 6. 20-0889 Doc. D DEN 2020A-D - Preliminary Official Statement, 7. 20-0889 Doc. E BPA - Senior BPA - 9.23.20 (52285769v1), 8. 20-0889 Doc. F DEN 2020A-D - Continuing Disclosure Agreement, 9. 20-0889 Filed Ordinance_Series 2020A Senior Supplemental Ordinance, 10. 20-0889 Filed Bill_Series 2020A Senior Supplemental Ordinance, 11. 20-0889 - signed, 12. 20-0889 A bill for an ordinance concerning the Airport Facilities of the City and County of Denver; authorizing the issuance of the City and County of Denver, Colorado, for and on behalf of its Department of Aviation, Airp

Date	Ver.	Action By	Action	Result
10/8/2020	1	Mayor	signed	
10/7/2020	1	Mayor	signed	
10/5/2020	1	Council President	signed	
10/5/2020	1	City Council	placed upon final consideration and do pass	Pass
9/28/2020	1	City Council	ordered published	
9/2/2020	1	Business, Arts, Workforce, Climate & Aviation Services Committee		

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Other/Miscellaneous Request Template (Appointments; ROW; Code Changes; Zoning Action, etc.)

Date Submitted: 8-24-20

Requesting Agency: Finance
Division:

Subject Matter Expert Name:

Name: Guadalupe Gutierrez-Vasquez
Email: lupe.gutierrez@denvergov.org

Item Title & Description:
(Do not delete the following instructions)
*These appear on the Council meeting agenda. Initially, the requesting agency will enter a 2-3 sentence description. Upon bill filling, the City Attorney's Office should enter the title above the description (the title should be in **bold** font).*

*Both the title and description must be entered between the red "title" and "body" below. Do **not** at any time delete the red "title" or "body" markers from this template.*

A bill for an ordinance concerning the Airport Facilities of the City and County of Denver; authorizing the issuance of the "City and County of Denver, Colorado, for and on behalf of its Department of Aviation, Airport System Revenue Bonds, Series 2020A" in the maximum aggregate principal amount of $225,000,000 for the purposes of defraying the costs of the Series 2020A Refunding Project, the "City and County of Denver, Colorado, for and on behalf of its Department of Aviation, Airport System Revenue Bonds, Series 2020B" in the maximum aggregate principal amount of $110,000,000 for the purposes of defraying the costs of the Series 2020B Refunding Project, and the "City and County of Denver, Colorado, for and on behalf of its Department of Aviation, Airport System Revenue Bonds, Series 2020C" in the maximum aggregate principal amount of $890,000,000 for the purposes of defraying the costs of the Series 2020C Refunding Project, and providing other details in connection therewith; providing the amount, terms and other details of such bonds; authorizing the execution of certain related agreements; ratifying action previously taken; providing for other related matters; and providing the effective date of this ordinance.

Authorizes the Manager of Finance, Chief Financial Officer to issue City and County of Denver, for and on behalf of its Department of Aviation, Airport Senior Revenue Bonds, Series 2020A-C in an amount not to exceed $1.225 billion for the purpose of refunding and restructuring of airport bonds, paying for swap termination costs and paying costs of issuance expenses. The last

regularly scheduled Council meeting within the 30-day review period is on 10-20-20. The Committee approved filing this item at its meeting on 9-2-20.

Affected Council District(s) or citywide? Council District 11

Executive Summary with Rationale and Impact:
Detailed description of the item and why we are doing it. This can be a separate attachment.
The proposed ordinance supports various debt management objectives, which include refunding of existing bonds to realize interest cost savings, restructuring of bonds to provide relief of airport financial metrics, fixing the rate on variable rate bonds and terminating associated interest rate swaps. The 2020A-C bonds will be initially issued as fixed rate obligations. The final par-amount, lien designation for the bond restructuring (senior versus subordinate) and rate of interest will be determined on the day of pricing and is dependent on market conditions but will not exceed authorized amounts.

This ordinance request should be read in conjunction with the ordinance request being submitted simultaneously requesting authorization to issue subordinate airport bonds for refunding and bond restructuring purposes (Series 2020D). The Department of Finance would like to preserve the flexibility to allocate the bond restructuring between the senior and subordinate liens based on what is most financially advantageous, as we closer approach the bond sale. Therefore, we are presenting, two ordinances for partially the same purpose - one authorizing senior bonds and the other authorizing subordinate bonds, but the aggregate amount of the bond restructuring will not exceed $80 million.

The proposed 2020A-C Bonds are not considered new money financings that would add to the Airports existing principal portfolio balance and NO new funding for projects is being sought for financing at this time. The bonds are and will continue to be paid solely from airport revenues and are not a direct obligation of the City.
Address/Location (if applicable):

Legal Description (if applicable):

Denver Revised Municipal Code (D.R.M.C.) Citation (if applicable):

Draft Bill Attached?