IMPACT STATEMENT

Legislation title: * Authorize limited tax revenue refunding bonds (Ordinance)

Contact name: Matt Gierach, Debt Manager

Contact phone: x3-6822

Presenter name: Matt Gierach

Purpose of proposed legislation and background information:

The proposed legislation authorizes the issuance of bonds secured by the City's full faith and credit (the "Refunding Bonds") to currently refund all or any portion of the outstanding Limited Tax Revenue and Refunding Bonds, 2009 Series A. The purpose of the refunding is to achieve debt service savings.

The City is authorized to issue limited tax revenue bonds to refund outstanding limited tax revenue bonds by ORS 287A.360 and other provisions of ORS Chapter 287A. The Refunding Bonds will be secured by the full faith and credit of the City and by revenues of City parking facilities and parking meters. The City's Debt Management Policy (FIN 2.12) requires minimum net present value savings of $100,000 for current refundings.

If approved by the Council, the City plans to issue the Refunding Bonds in early 2019 using a competitive sale process.

Financial and budgetary impacts:

Based on current credit market conditions, annual debt service savings achieved by refunding the Refunding Bonds is estimated at approximately $50,000 per year through FY 2023-24 assuming savings is taken uniformly. Total net present value debt service savings is projected to be approximately $319,000, which represents approximately 3.7% of the gross proceeds of the Refunding Bonds.

Community impacts and community involvement:

This is an administrative action taken to authorize the issuance of Refunding Bonds, the proceeds of which will be used to refund outstanding projects. There is no community impact or involvement anticipated.

100% Renewable Goal:

Not applicable.

Budgetary Impact Worksheet

Does this action change appropriations?

☐ **YES**: Please complete the information below.
☒ **NO**: Skip this section

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Sponsored Program	Amount