

The logo for BAIRD, featuring the word "BAIRD" in white, serif, all-caps font on a blue, trapezoidal background that tapers to the right.

City of Racine

2014 Financing Plan

July 21, 2014

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July 21, 2014



Timeline

- Finance Committee considers plan of finance July 21, 2014
 - Preparations are made for issuances
 - ✓ Official Statement
 - ✓ Bond Rating
 - ✓ Marketing
- City Council receives recommendation of Finance Committee August 5, 2014
- City Council considers award resolution..... August 19, 2014
- Closing (funds available)September 9, 2014

Borrowing Amount / Structure / Purpose

Issue:	Note Anticipation Notes
Amount:	\$11,200,000
Purpose:	CIP.....\$9,200,000 Equipment.....\$2,000,000
Structure:	Matures August 12, 2015
First Interest:	At maturity
Callable:	December 19, 2014
Estimated Interest Rate:	1.93%
Long Term Financing:	December of 2014



July 21, 2014

Preliminary Financing Plan – Long-Term Capital Improvement Plan

		PRELIMINARY		PRELIMINARY							
		\$11,200,000		\$11,200,000							
		NANs		G.O. REFUNDING BONDS							
		Dated: Sept. 9, 2014		Dated: December 9, 2014							
		Due: August 12, 2015		14-Year Amortization							
				CIP: \$9,200,000		EQUIPMENT: \$2,000,000					
LEVY YEAR	YEAR DUE	EXISTING DEBT SERVICE (A)	INTEREST	PRINCIPAL (12/1)	INTEREST (6/1 & 12/1)	PRINCIPAL (6/1)	INTEREST (6/1 & 12/1)	FUTURE ISSUES (C)	COMBINED NET DEBT SERVICE	GROWTH	
			TIC = 1.93%	TIC = 3.09%							
2013	2014	\$14,289,066	\$70,000						\$14,289,066		2014
2014	2015	\$13,252,872			\$287,298	\$2,000,000	\$28,667		\$15,568,837	8.96%	2015
2015	2016	\$13,814,464	NAN Principal and	\$540,000	\$293,828			\$2,176,900	\$16,825,192	8.07%	2016
2016	2017	\$13,691,982	Interest Refunded	\$555,000	\$277,628			\$3,656,600	\$18,181,210	8.06%	2017
2017	2018	\$13,409,014	with Bonds;	\$630,000	\$260,978			\$3,395,200	\$17,695,192	-2.67%	2018
2018	2019	\$10,759,007	NANs to be called	\$650,000	\$242,078			\$6,046,100	\$17,697,184	0.01%	2019
2019	2020	\$8,825,604	12/19/2014	\$670,000	\$222,578			\$7,984,300	\$17,702,482	0.03%	2020
2020	2021	\$7,215,360		\$690,000	\$202,478			\$9,589,700	\$17,697,538	-0.03%	2021
2021	2022	\$6,419,971		\$710,000	\$181,778			\$7,799,220	\$15,110,968	-14.62%	2022
2022	2023	\$5,625,653		\$730,000	\$160,478			\$8,597,140	\$15,113,271	0.02%	2023
2023	2024	\$3,918,880		\$750,000	\$138,578			\$10,302,640	\$15,110,097	-0.02%	2024
2024	2025	\$3,038,000		\$780,000	\$112,328			\$11,179,640	\$15,109,968	0.00%	2025
2025	2026	\$1,945,400	(B)	\$805,000	\$86,978			\$12,279,540	\$15,116,918	0.05%	2026
2026	2027	\$962,000		\$830,000	\$60,010			\$13,257,640	\$15,109,650	-0.05%	2027
2027	2028			\$860,000	\$30,960			\$14,228,340	\$15,119,300	0.06%	2028
		\$117,167,273	\$70,000	\$9,200,000	\$2,557,971	\$2,000,000	\$28,667	\$110,492,960	\$241,446,870		

(A) Levy Supported net of BABs subsidy; includes WRS related debt service.

(B) Indicates Maturities callable in 2024 or after.

(C) Assumes annual borrowings beginning in 2015 at \$9,365,000 then growing 2% annually with an average interest rate of 4%. Also included in annual borrowings is \$1,500,000 for equipment amortized in the 1-year maturity.

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