



City of Racine

Finance & Personnel Committee Meeting

November 9, 2020

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City of Racine

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Tentative Timeline

- Finance Committee reviews plan of financeNovember 9, 2020
 - Preparations are made for issuance
 - ✓ Official Statement
 - ✓ Bond Rating
 - ✓ Marketing
- City Council considers Award Resolution (finalizes terms and interest rates) November 17, 2020
- Closing/NAN Paid OffDecember 18, 2020

Borrowing/Structure/Purpose

Estimated Size:	\$13,775,000
Issue:	General Obligation Refunding Bonds
Purpose:	Refund CIP/Equipment Note Anticipation Notes
Structure:	Matures June 1, 2021; December 1, 2021-2034
First Interest:	June 1, 2021
Callable:	December 1, 2028
Estimated Interest Rate:	1.77%

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Preliminary Financing Plan



CIP: \$10,773,364 Equip: \$3,529,500 \$14,305,000 NAN - FINAL Dated: 10/6/2020 <i>Due: April 6, 2021</i>	PRELIMINARY \$13,775,000 GENERAL OBLIGATION REFUNDING BONDS Dated December 18, 2020 <i>14-Year Amortization</i>
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LEVY YEAR	YEAR DUE	EXISTING DEBT SERVICE (A)	CIP		EQUIPMENT		TOTAL	FUTURE ISSUES (C)	COMBINED NET DEBT SERVICE	GROWTH	FUTURE ANNUAL BORROWING AMOUNT (C)
			INTEREST	PRINCIPAL (12/1)	INTEREST (6/1 & 12/1)	PRINCIPAL (6/1)					
			TIC = 1.85%								
											TIC = 1.77%
2019	2020	\$16,457,875	\$64,373					\$16,457,875		2020	
2020	2021	\$12,762,523		\$2,840,000	\$297,714	\$3,550,000	\$48,221	\$6,735,935	\$0	2021	\$52,755,000
2021	2022	\$11,636,725		\$455,000	\$227,270			\$682,270	\$7,926,000	2022	\$15,200,000
2022	2023	\$10,917,575		\$470,000	\$213,620			\$683,620	\$9,420,900	2023	\$15,660,000
2023	2024	\$9,230,835		\$490,000	\$194,820			\$684,820	\$11,911,875	2024	\$19,880,000
2024	2025	\$8,372,615		\$510,000	\$175,220			\$685,220	\$13,609,150	2025	\$16,610,000
2025	2026	\$7,353,685		\$530,000	\$154,820			\$684,820	\$15,495,775	2026	\$17,110,000
2026	2027	\$6,401,418		\$550,000	\$133,620			\$683,620	\$17,356,375	2027	\$17,620,000
2027	2028	\$5,463,800	(B)	\$575,000	\$111,620			\$686,620	\$19,232,150	2028	\$43,150,000
2028	2029	\$4,591,450		\$595,000	\$87,758			\$682,758	\$21,084,175	2029	\$23,190,000
2029	2030	\$3,688,400		\$615,000	\$69,015			\$684,015	\$22,998,375	2030	\$19,255,000
2030	2031	\$2,722,050		\$630,000	\$55,793			\$685,793	\$25,014,475	2031	\$19,830,000
2031	2032	\$1,839,550		\$640,000	\$42,248			\$682,248	\$26,991,450	2032	\$20,425,000
2032	2033	\$993,950		\$655,000	\$28,488			\$683,488	\$28,972,050	2033	\$21,040,000
2033	2034			\$670,000	\$14,405			\$684,405	\$31,139,775	2034	\$21,670,000
		\$102,432,451		\$10,225,000	\$1,806,409	\$3,550,000	\$48,221	\$15,629,630	\$251,152,525	\$369,214,606	\$323,395,000

NAN Principal and Interest Refunded with Bonds at the Call Date of 12/18/2020

(A) Levy Supported net of BABs subsidy; includes WRS related debt service. Net of refunding of 2010 BABs, 2012 GORBs, and 2013 GORBs.
 (B) Indicates maturities callable in 2027 or after.
 (C) Assumes annual borrowings beginning in 2021 with an average interest rate of 4.00-4.50%. In 2021, assumes a short term borrowing (amortized over one to two years) of \$3,090,000 and a long term borrowing (amortized over 14 years) of \$11,665,000, with annual growth in issue size of 3% thereafter. Also assumes special purpose borrowings of \$38,000,000 in 2021, \$3,750,000 in 2024, \$25,000,000 in 2028 and \$4,500,000 in 2029, amortized over 20 years at 4.50%. This information is provided for information purposes only. It does not recommend any future issuances and is not intended to be, and should not be regarded as, advice.