## BAIRD

## City of Racine

Finance Committee Meeting

October 22, 2018

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## Tentative Timeline

- Finance Committee Meeting to discuss financing
- Preparations are made for issuance
$\checkmark$ Official Statement
$\checkmark$ Bond Rating
$\checkmark$ Marketing
- City Council considers Award Resolution (finalizes terms and interest rates) $\qquad$
- Closing (funds available) . December 11, 2018
- NAN Paid Off December 21, 2018


## Borrowing/Structure/Purpose

| Estimated Size: | $\$ 9,910,000$ | $\$ 3,500,000$ |
| :--- | :--- | :--- |
| Issue: | General Obligation Refunding Bonds | Taxable Note Anticipation Notes |
| Purpose: | Refund CIP Note Anticipation Notes | Tax Incremental District Projects |
| Structure: | Matures December 1, 2019-2032 | Matures December 1, 2023 |
| First Interest: | June 1, 2019 | June 1, 2019 |
| Callable: | December 1, 2027 | December 1, 2021 |
| Estimated Interest Rate: | $3.40 \%$ | $3.74 \%$ |

Finance Committee Meeting
October 22, 2018
Financing Plan - General Obligation Refnding Bonds

|  |  |  | CIP: \$10,244,000 |  | ELIMINA |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | \$10,245,000 NAN - FINAL Dated Sept. 11, 2018 Due: March 11, 2019 | GENERAL | $9,910,00$ <br> TION RE <br> ecember <br> ear Amortiz | BONDS |
|  |  | EXISTING | INTEREST | CIP |  |  |
| LEVY | YEAR | DEBT |  | PRINCIPAL | INTEREST | TOTAL |
| YEAR | DUE | SERVICE |  | (12/1) (6/1 \& 12/1) |  |  |
|  |  | (A) | $\begin{aligned} & \text { TIC = } \\ & \text { 2.95\% } \end{aligned}$ | $\begin{gathered} \text { TIC = } \\ 3.40 \% \end{gathered}$ |  |  |


|  | COMBINED |
| :---: | :---: |
| FUTURE | NET DEBT |
| ISSUES | SERVICE |

GROWTH
FUTURE ANNUAL BORROWING AMOUNT
(C)

| 2017 | 2018 | $\$ 17,593,353$ | $\$ 99,604$ |
| :--- | ---: | ---: | :---: |
| 2018 | 2019 | $\$ 15,338,413$ |  |
| 2019 | 2020 | $\$ 12,312,168$ | Assumes |
| 2020 | 2021 | $\$ 10,639,396$ | NAN Principal and |
| 2021 | 2022 | $\$ 9,898,913$ | Interest Refunded |
| 2022 | 2023 | $\$ 9,176,545$ | with Bonds; |
| 2023 | 2024 | $\$ 7,470,683$ | NAN to be called |
| 2024 | 2025 | $\$ 6,587,900$ | 12/21/2018 |
| 2025 | 2026 | $\$ 5,568,050$ |  |
| 2026 | 2027 | $\$ 4,578,600$ |  |
| 2027 | 2028 | $\$ 3,620,800$ |  |
| 2028 | 2029 | $\$ 2,752,250$ |  |
| 2029 | 2030 | $\$ 1,848,800$ |  |
| 2030 | 2031 | $\$ 884,000$ |  |
| 2031 | 2032 |  |  |

\$108,269,872
(A) Levy Supported net of BABs subsidy; includes WRS related debt service
(B) Indicates maturities callable in 2027 or after.

 $\$ 38,000,000$ in 2021, $\$ 4,500,000$ in 2026, and $\$ 25,000,000$ in 2028, amortized over 20 years at $4.50 \%$.


City of Racine
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Financing Plan - Taxable Note Anticipation Notes

|  |  | PRELIMINARY |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | \$3,500,000 <br> TAXABLE NOTE ANTICIPATION NOTES <br> Dated December 11, 2018 Callable 12/1/2021 |  |  |  |
| $\begin{aligned} & \text { LEVY } \\ & \text { YEAR } \end{aligned}$ | YEAR DUE | PRINCIPAL $(12 / 1)$ | INTEREST $\begin{gathered} (6 / 1 \& 12 / 1) \\ \text { TIC }= \\ \mathbf{3 . 7 4 \%} \end{gathered}$ | TOTAL |  |
| 2017 | 2018 |  |  |  | 2018 |
| 2018 | 2019 |  | \$124,201 | \$124,201 | 2019 |
| 2019 | 2020 |  | \$127,750 | \$127,750 | 2020 |
| 2020 | 2021 |  | \$127,750 | \$127,750 | 2021 |
| 2021 | 2022 |  | \$127,750 | \$127,750 | 2022 |
| 2022 | 2023 | \$3,500,000 | \$127,750 | \$3,627,750 | 2023 |
|  |  | \$3,500,000 | \$635,201 | \$4,135,201 |  |

