



MEMORANDUM

To: Mayor and City Council

From: Jennifer Miller, Director of Finance

Date: March 24, 2015

Reference: Approval of an ordinance authorizing the refunding of previous bond issues in order to produce debt service savings

2030: Sustainable City Government

Introduction:

This item is being presented for approval to refund previously issued Certificates of Obligation and General Obligation bonds to take advantage of lower interest rates in order to produce debt service savings. It appears the City of Coppell can refund or refinance the Certificates of Obligation Bonds, Series 2006; the General Obligation Bonds, Series 2006, and the Certificates of Obligation Bonds, Series 2008A. It is possible one or more of the issues listed above may not be refunded based on market conditions changing prior to the actual date of sale.

Analysis:

The actual amount of debt service savings will be calculated and provided at the time the pricing of the refunding bonds occurs on March 24, 2015. The projected debt service savings calculation will be provided by First Southwest, the City's financial advisor.

Legal Review:

The related bond refunding documents have been prepared by Leroy Grawunder, the City of Coppell's bond attorney.

Fiscal Impact:

The impact of the bond refunding will be incorporated in the City's debt service tax rate for future years.

Recommendation:

The Finance Department recommends approval.