

Department of Finance Legislative Summary

ORDINANCE NO.: **747-2020**

DESCRIPTION: Authorizing the issuance and sale of one or more series of revenue refunding bonds to refund outstanding revenue bonds of the Core City program.

The refunding bonds can be issued for any one or more of the following reasons: 1) To obtain aggregate net present value debt service savings; 2) to eliminate or modify covenants in agreements securing the Bonds that are unduly restrictive; 3) to eliminate or modify burdensome reserve requirements or 4) to obtain a more favorable debt service structure or more favorable terms under Credit Support Instruments. In the case of outstanding bonds issued as variable rate bonds, the bonds can be refunded for all the reasons above or in instances where the bonds are subjecting the City to undesirably high rates of interest or undesirable fluctuations in interest rates or risk or expenses associated with Credit Support Instruments that can be avoided or mitigated through refunding.

The ordinance also authorizes supplemental indentures and certain other documents required for the issuance of the bonds and outlines the terms under which the bonds can be issued.

The debt service on the Core City Bonds is paid from Non-Tax revenues of the City.