

Department of Finance Legislative Summary

ORDINANCE NO.: **1364-17**

DESCRIPTION: Authorizing the issuance and sale of one or more series of Airport System revenue refunding bonds to refund outstanding airport revenue bonds. 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 of at least 3%;
- 2) To eliminate or modify covenants that are unduly restrictive, or
- 2) To obtain a more favorable debt service structure or more favorable terms under Credit Support Instruments.

For bonds that are currently in a variable rate mode, they can be refunded for all the reasons listed above or in instances where the bonds are subjecting the City to undesirably high rates of interest or undesirable fluctuations in interest rates or risks or expenses associated with Credit Support Instruments that can be avoided or mitigated through refunding.