## OFFICE OF THE CITY MANAGER LITTLE ROCK, ARKANSAS

## Subject: **Action Required: Approved By:** A resolution authorizing the offering of Capital Ordinance Improvement Bonds to $\sqrt{\mathbf{Resolution}}$ Approval refund the City's **Outstanding Capital** Construction Revenue Bonds (Parks Bonds, Series 2009A & 2009B), and Capital Improvement Junior Lien Revenue Bonds, series 2002. Submitted by: **Finance Department** Bruce T. Moore City Manager **SYNOPSIS** The purpose of the resolution is to authorize the refunding of the outstanding Parks and Recreation and Zoo Bonds, Series 2009A and refunding revenue bonds 2009B, and the Capital Improvement Junior Lien Bonds, Series 2002 in order to achieve debt service savings. The new bonds will be secured by a pledge of the City's franchise fees. In addition, the resolution approves the selection of Friday Eldredge & Clark, LLP, as Bond Counsel through a competitive request for qualifications process and authorizes the offering of the bonds by Underwriters to achieve an acceptable level of debt service savings. **FISCAL IMPACT** Debt service savings will be evaluated with the Underwriters selected through a competitive request for qualifications once the refunding is authorized. It is anticipated that the annual debt service level will be consistent with current levels, but that the life of the debt could be reduced by a number of years, generating savings for the City. RECOMMENDATION Approval of the resolution.

## BOARD OF DIRECTORS COMMUNICATION FEBRUARY 7, 2017 AGENDA

**BACKGROUND** The current 2009A and 2009B Parks and Recreation and Refunding Bonds Debt Sis approximately \$1.3 million per year through 2039. These bonds are currently secured by a pledge of Parks and Recreation and Zoo revenues. The 2002 Jr. Lien Bonds debt service is approximately \$324,000 through 2018, secured by the City's franchise fees.