

Sands Metro District Debt Issuance

City Council Work Session
September, 4 2020

Carl Schueler, Planning Manager- Comprehensive Planning
Pat Hrbacek., District Representative

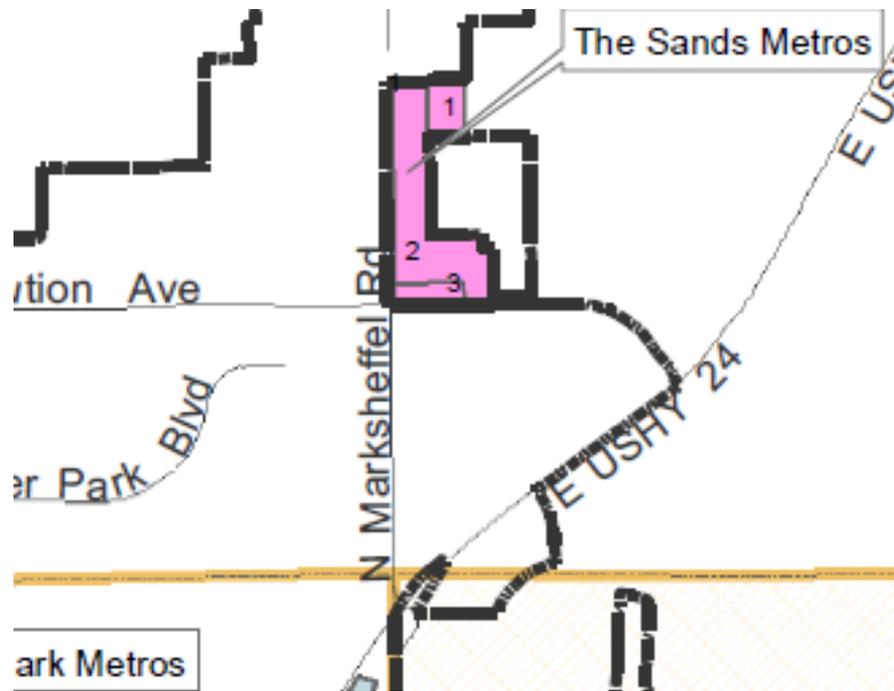


Background and Summary

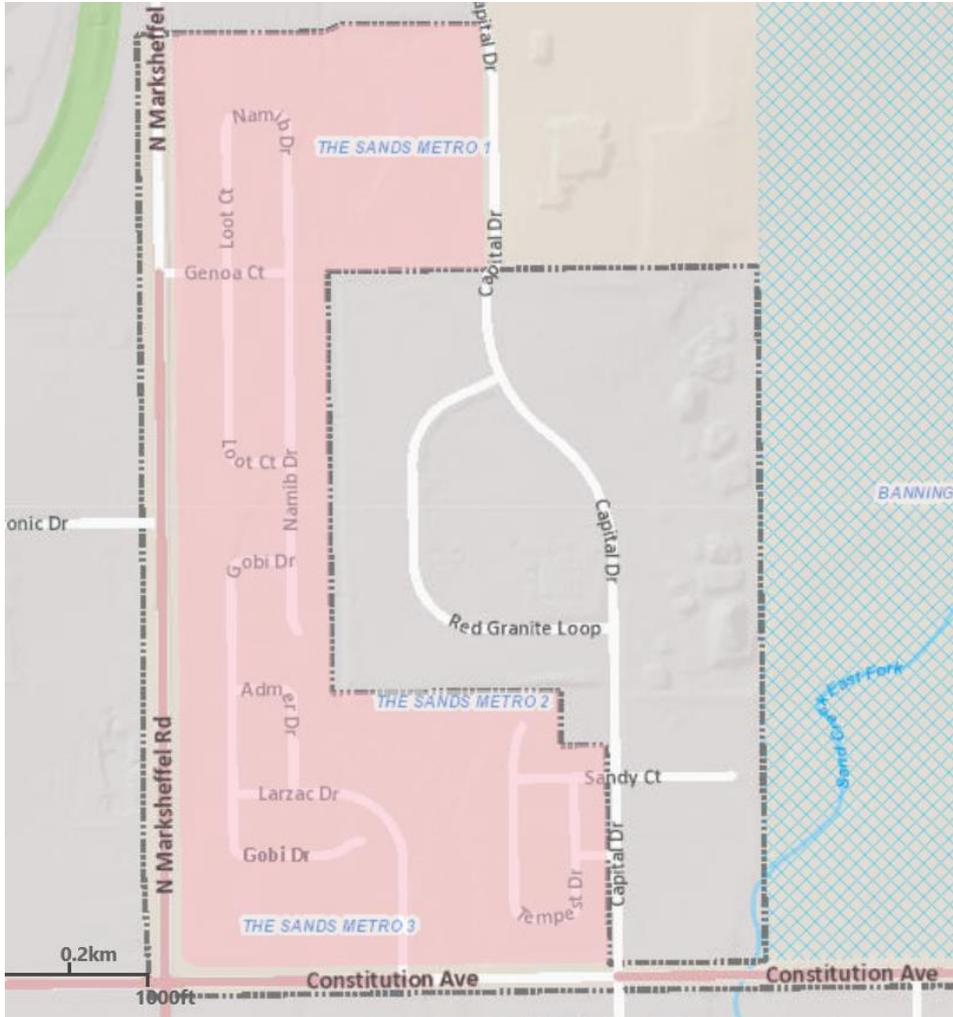


- Metropolitan district approved in County in 2016
- City amended and restated service plan in 2019
 - Allowed for a residential debt service levy of up to 40 mills (Gallagher adjusted)
- District to issue \$ 12,315,000
 - Issued by District No. 2 with a pledge from Districts No. 1 and No. 3
- Privately placed
- 5.5% fixed interest rate, tax exempt
- Within maximum authorized debt of about \$28.5 Million
- 30-year term (2050); Discharge date of 2057
- 10 year redemption option
- First and only issuance anticipated for these districts

Vicinity Map



District Map



Improvement Costs to be Funded



- Engineer's certification provided
- About \$13 Million in costs

Certified Public Improvement Costs

Streets	\$2,882,081.97
Water	3,303,451.31
Sewer and Storm Drainage	6,363,694.15
Traffic and Safety	14,116.15
Parks and Recreation - Regional	457,440.90
Organization Costs	55,176.98
Total	\$13,075,961.46

Additional Information



- Debt mill levy (for contractual obligations) first certified in 2017
- Buildout projected in 2-3 years
- Principal payments projected to begin in about 5 years

City Council Budget Committee



- August 24, 2020
 - Questions on eligibility and nature of costs
 - Request for analysis of costs and benefits by specific district
 - To be presented

Supporting Materials



- Cover memo
- Draft Council resolution
- District bond authorizing resolution
- Financial analysis
 - With cost summaries
- External financial advisor certification
- Form of District counsel opinion

Next Steps and Questions?



- September 22, 2020 City Council
- Requires at least 6 affirmative votes
- One year to issue
- \$ 12,315,000 not to exceed cap in resolution
- 5.5% fixed interest rate
- Discharge date of 2057