

RESOLUTION NO. _____ - 19

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COLORADO SPRINGS, COLORADO APPROVING THE ISSUANCE OF 2019 SERIES A, B AND C BONDS BY THE USAFA VISITOR'S CENTER BUSINESS IMPROVEMENT DISTRICT

WHEREAS, the City Council approved the Special District Policy on January 24, 2006, a City Financial Policy Regarding the Use of Districts (the "Policy"), providing for certain financial and other limitations in the use of special districts as an available method in financing public infrastructure; and

WHEREAS, pursuant to the provisions of Title 31, Colorado Revised Statutes, and pursuant to proper notice having been provided as required by law, the City Council held a public hearing and approved the formation of the USAFA Visitor's Center Business Improvement District (the "District") along with an initial Operating Plan and Budget by Ordinance No. 77-18 adopted on August 14, 2018; and

WHEREAS, pursuant to the provisions of Title 31, Colorado Revised Statutes, and pursuant to proper notice having been provided as required by law, the City Council held a public hearing and approved a 2019 Amended Operating Plan and Budget and the 2020 Amended Operating Plan and Budget for the District both by motion on October 22, 2019 ("the Operating Plan and Budget"); and

WHEREAS, both the Policy and the Operating Plan and Budget for the District require that prior to the District issuing bonds or similar indebtedness, City Council must approve of the proposed issuance based on a determination that such indebtedness ensures compliance with the Operating Plan and Budget and all applicable laws; and

WHEREAS, the District has submitted for review, and City Council has reviewed, various related debt instrument documents, including a draft copy of the District Bond Resolution, and Indentures of Trust authorizing the District to issue debt in principal amounts of approximately \$20,000,000 as Special Revenue Bonds Series 2019A, approximately \$52,000,000 as Special Revenue Bonds Taxable Series 2019B, and approximately \$15,000,000 as Subordinate Special Revenue Bonds Series 2019C, as well as a market study, financing schedules provided by the underwriter, and a preliminary opinion of the District's general counsel (the "Bond Documents"); and

WHEREAS, the District additionally agrees that the combined aggregate principal amount of the Series A, B and C bonds will not exceed \$80,000,000; and

WHEREAS, City Council considered the Bond Documents as well as all other testimony and evidence presented at the October 22, 2019 City Council meeting; and

WHEREAS, the District, having presented evidence that it has satisfied the conditions of approval and other Operating Plan and Budget prerequisites, requests

approval of the issuance of indebtedness in a structure substantially similar to and consistent with the Bond Documents.

NOW THEREFORE BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF COLORADO SPRINGS:

Section 1. The above and foregoing recitals are incorporated herein by reference and are adopted as findings and determinations of the City Council.

Section 2. In reliance on the information presented by the District, Council hereby finds that the issuance of indebtedness by the District in a structure substantially similar to and consistent with the Bond Documents complies with the Operating Plan and Budget and all applicable laws.

Section 3. The Bond Documents authorizing the Special Revenue Bonds in the aggregate principal amount of up to \$80,000,000, as further described in the Bond Documents is hereby approved provided, however, that the indebtedness evidenced by the Bond Documents shall be solely an obligation of the District, and the City shall have no liability or other responsibility therefore.

Section 4. The issuance of debt in a structure substantially similar to and consistent with the Bond Documents, subject to minor changes and revisions as may be approved by City staff, is hereby approved.

Section 5. The approvals contained herein shall be effective for a maximum of one (1) year from the date of this Resolution. If the District desires to issue this debt any time after October 22, 2020 a new City Council approval will be required.

Section 6. This Resolution shall be effective upon its approval by City Council.

DATED at Colorado Springs, Colorado, this ____ day of _____ 2019.

Council President

ATTEST:

Sarah Johnson, City Clerk