

Office of the County Auditor
Auditor's Analysis

Council Bill No. 43-2020

Introduced: September 8, 2020

Auditor: Maya Cameron

Fiscal Impact:

This ordinance will have no direct fiscal impact to the County.

All capital appropriations to be funded with the consolidated public improvement (CPI) and metropolitan district (Metro) bond proceeds were approved in prior year budget legislations.

Purpose:

This ordinance seeks to authorize the issuance and sale of the County's CPI bonds and Metro bonds. The ordinance authorizes the County to issue CPI bonds up to \$150,000,000 and Metro bonds up to \$50,000,000 to finance and retire outstanding short-term debt.

Other Comments:

The Auditor's Office identified an error in the legislation. Page 6, line 6, will be amended to correct the Full Cash Value Assessable Base as "\$55,788,140,780..." Bond issuance costs include rating agency fees, bond counsel, and financial advisory services. The cost for the May 2020 bond sale was \$1,004,492, or 0.5 percent of the total bond issuance.

The bond issuance over the last three years is noted in **Attachment A**. This table also includes a three-year Bond Anticipation Note (BAN) Repayment and Bond Issuance Trend.

Details by project category for the Line of Credit (LOC) Draw are noted in **Attachment B**, totaling \$32,316,539.

The total yields from the County's last two General Obligation bond sales are as follows:

- Series A 2019 was 2.42 percent.
- Series B 2020 was 2.63 percent.

Per the administration, the sale is expected to occur in Spring 2021 (April or May).

Attachment A

Three Year BAN and Bond Issuance Trend Analysis						
Year	Metro (All Series)	CPI (All Series)	Confirmation of totals Issued for Metro & CPI Bonds	BANs Repayment	Cost of Issuance	Bond Proceeds
2020	\$80,271,899	\$203,948,675	\$284,220,574	\$201,096,839	\$1,004,492	\$82,119,243
2019	\$71,398,769	\$146,080,627	\$217,479,396	\$186,167,650	\$1,093,287	\$30,218,459
2018	\$40,264,090	\$142,443,583	\$182,707,673	\$181,000,000	\$682,673	\$1,025,000

Attachment B

GENERAL OBLIGATION BOND-FUNDED CAPITAL PROJECTS	
2020 Bond Anticipation Notes - Revolving Credit Draw	
PROJECT CATEGORY	TOTAL LOC DRAWS
GENERAL OBLIGATION BONDS:	
BRIDGES (B)	660,000
GENL COUNTY (C)	7,401,179
STORM DRAINS (D)	2,745,217
EDUCATION (E)	3,161,634
ROADS (J)	170,000
SIDEWALKS (K)	60,272
LIBRARY (L)	151,237
COMM COLLEGE (M)	1,229,155
REC & PARKS (N)	155,994
POLICE (P)	19,000
TRAFFIC (T)	257,000
SUB-TOTAL GO Bonds	16,010,689
OTHER BONDS:	
ROADS (J) - Excise Bonds	655,000
GENL COUNTY (C) - Environmental Bonds	2,220,000
STORM DRAINS (D) - Watershed Protection	800,000
SUB-TOTAL Other Bonds	3,675,000
METROPOLITAN DISTRICT BONDS:	
SEWER (S)	7,759,339
WATER (W)	4,871,512
SUB-TOTAL Metro Bonds	12,630,851
TOTAL DRAW AMOUNT	\$32,316,540