

To: Mayor and City Commission  
From: City Manager David L. Corliss  
Date: September 13, 2012  
Re: Recreation Center Financing  
C: Ed Mullins, Casey Toomay

As the City Commission knows, in our discussions concerning the proposed recreation center we have indicated that the City's share of the County sales tax would provide the ability of the City to make \$1.2 million a year in payments. We have prepared an analysis showing sales tax growth at either 3% growth (our recent history) or a reduced 2% growth rate. We have also included \$350,000 in net City operations cost for this facility based on an estimated budget. When we looked at this revenue stream earlier in the year, we indicated that a 20 year commitment of \$1.2 million would generate approximately \$16.5 million in debt proceeds. In other words, if we sought to debt finance a recreation facility with \$1.2 million in annual payments, we would receive approximately \$16.5 million in debt proceeds. I asked Ed Mullins to use the interest rates (see attached bid sheet) which we received in our debt sale on Tuesday to do the same calculation. The revised 20 year debt service schedule indicates that, based on Tuesday's rates, we would receive approximately \$18,840,000 in proceeds.

Please advise on questions; thanks, Dave.

Dated: 9/12/2013  
 Delivered: 9/27/2013

Sizing Debt Service Schedule  
 Parks and Recreation

Fiscal Yr	Coupon Date	Zer Cpn	Cpn Rate	Maturing Principal	Periodic Interest	Gross Semi-Annl Dbt Svc	Cap Int	DbtSvcRsv Int & Prin	Constr. Fund Interest	Net Semi-Annl Dbt Svc	Net Fiscal Dbt Svc
14	3/1/2014				172,084.48	172,084.48				172,084.48	
14	9/1/2014		0.250	845,000.00	183,285.25	1,028,285.25				1,028,285.25	1,200,369.73
15	3/1/2015				182,229.00	182,229.00				182,229.00	
15	9/1/2015		0.350	835,000.00	182,229.00	1,017,229.00				1,017,229.00	1,199,458.00
16	3/1/2016				180,767.75	180,767.75				180,767.75	
16	9/1/2016		0.420	840,000.00	180,767.75	1,020,767.75				1,020,767.75	1,201,535.50
17	3/1/2017				179,003.75	179,003.75				179,003.75	
17	9/1/2017	N	0.530	840,000.00	179,003.75	1,019,003.75				1,019,003.75	1,198,007.50
18	3/1/2018				176,777.75	176,777.75				176,777.75	
18	9/1/2018	N	0.750	845,000.00	176,777.75	1,021,777.75				1,021,777.75	1,198,555.50
19	3/1/2019				173,609.00	173,609.00				173,609.00	
19	9/1/2019	N	1.000	855,000.00	173,609.00	1,028,609.00				1,028,609.00	1,202,218.00
20	3/1/2020				169,334.00	169,334.00				169,334.00	
20	9/1/2020	N	1.270	860,000.00	169,334.00	1,029,334.00				1,029,334.00	1,198,668.00
21	3/1/2021				163,873.00	163,873.00				163,873.00	
21	9/1/2021	N	1.500	870,000.00	163,873.00	1,033,873.00				1,033,873.00	1,197,746.00
22	3/1/2022				157,348.00	157,348.00				157,348.00	
22	9/1/2022	N	1.710	885,000.00	157,348.00	1,042,348.00				1,042,348.00	1,199,696.00
23	3/1/2023				149,781.25	149,781.25				149,781.25	
23	9/1/2023	N	1.830	900,000.00	149,781.25	1,049,781.25				1,049,781.25	1,199,562.50
24	3/1/2024				141,546.25	141,546.25				141,546.25	
24	9/1/2024	N	2.050	915,000.00	141,546.25	1,056,546.25				1,056,546.25	1,198,092.50
25	3/1/2025				132,167.50	132,167.50				132,167.50	
25	9/1/2025	N	2.200	935,000.00	132,167.50	1,067,167.50				1,067,167.50	1,199,335.00
26	3/1/2026				121,882.50	121,882.50				121,882.50	
26	9/1/2026	N	2.350	960,000.00	121,882.50	1,081,882.50				1,081,882.50	1,203,765.00
27	3/1/2027				110,602.50	110,602.50				110,602.50	
27	9/1/2027	N	2.500	980,000.00	110,602.50	1,090,602.50				1,090,602.50	1,201,205.00
28	3/1/2028				98,352.50	98,352.50				98,352.50	
28	9/1/2028	N	2.650	1,005,000.00	98,352.50	1,103,352.50				1,103,352.50	1,201,705.00
29	3/1/2029				85,036.25	85,036.25				85,036.25	
29	9/1/2029	N	2.800	1,030,000.00	85,036.25	1,115,036.25				1,115,036.25	1,200,072.50
30	3/1/2030				70,616.25	70,616.25				70,616.25	
30	9/1/2030	N	2.950	1,060,000.00	70,616.25	1,130,616.25				1,130,616.25	1,201,232.50
31	3/1/2031				54,981.25	54,981.25				54,981.25	
31	9/1/2031	N	3.100	1,090,000.00	54,981.25	1,144,981.25				1,144,981.25	1,199,962.50
32	3/1/2032				38,086.25	38,086.25				38,086.25	
32	9/1/2032	N	3.250	1,125,000.00	38,086.25	1,163,086.25				1,163,086.25	1,201,172.50
33	3/1/2033				19,805.00	19,805.00				19,805.00	
33	9/1/2033	N	3.400	1,165,000.00	19,805.00	1,184,805.00				1,184,805.00	1,204,610.00
				13,840,000.00	5,166,969.23	24,006,969.23	0.00	0.00	0.00	24,006,969.23	
<i>True Interest Cost (TIC)</i> .....						<b>2.4368186</b>	<i>Arbitrage Yield Limit (AYL)</i> .....				<b>2.4368186</b>
<i>Net Interest Cost (NIC)</i> .....						<b>2.4784678</b>	<i>Arbitrage Net Interest Cost (ANIC)</i> .....				<b>2.4804815</b>

**Award Bids:**

**\*GOB - General Obligation Bonds**

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\*GOB/Temp Notes Series 2012-I to Bank of America Merrill Lynch, in the amount of \$24,000,000 at a net interest rate of 0.256064%

\*GOB Series 2012-A to Robert W. Baird & Co., in the amount of \$8,040,000, at a net interest rate of 1.4875%

\*GOB Series 2012-B, to Stifel, Nicolaus & Co, in the amount of \$3,595,000, at a net interest rate of 0.5776%

**Declare an emergency and adopt on first and second reading:**

Ordinance No. 8789 for Series 2012A

Ordinance No. 8790 for Series 2012B

**Adopt the following Resolutions:**

Resolution No. 6992 regarding \*GOB/Temp Notes Series 2012-I

Resolution No. 6993 regarding \*GOB Series 2012A

Resolution No. 6994 regarding \*GOB Series 2012B

**Adopt City's Debt Guidelines**

Dated: 9/15/2013  
 Delivered: 9/28/2013

Sizing Debt Service Schedule  
 Parks and Recreation  
 Tax Exempt GO

Fiscal Yr	Coupon Date	Zer Cpn	Cpn Rate	Maturing Principal	Periodic Interest	Gross Semi-Annl Dbt Svc	Cap Int	DbtSvcRsv Int & Prin	Constr. Fund Interest	Net Semi-Annl Dbt Svc	Net Fiscal Dbt Svc
14	3/1/2014				239,493.02	239,493.00				239,493.00	
14	9/1/2014		0.500	700,000.00	259,691.25	959,691.25				959,691.25	1,199,184.25
15	3/1/2015				257,941.25	257,941.25				257,941.25	
15	9/1/2015	N	0.800	685,000.00	257,941.25	942,941.25				942,941.25	1,200,882.50
16	3/1/2016				255,886.25	255,886.25				255,886.25	
16	9/1/2016	N	0.750	690,000.00	255,886.25	945,886.25				945,886.25	1,201,772.50
17	3/1/2017				253,298.75	253,298.75				253,298.75	
17	9/1/2017	N	1.000	695,000.00	253,298.75	948,298.75				948,298.75	1,201,597.50
18	3/1/2018				249,823.75	249,823.75				249,823.75	
18	9/1/2018	N	1.250	700,000.00	249,823.75	949,823.75				949,823.75	1,199,647.50
19	3/1/2019				245,448.75	245,448.75				245,448.75	
19	9/1/2019	N	1.500	710,000.00	245,448.75	955,448.75				955,448.75	1,200,897.50
20	3/1/2020				240,123.75	240,123.75				240,123.75	
20	9/1/2020	N	1.750	720,000.00	240,123.75	960,123.75				960,123.75	1,200,247.50
21	3/1/2021				233,823.75	233,823.75				233,823.75	
21	9/1/2021	N	2.000	730,000.00	233,823.75	963,823.75				963,823.75	1,197,647.50
22	3/1/2022				226,523.75	226,523.75				226,523.75	
22	9/1/2022	N	2.250	745,000.00	226,523.75	971,523.75				971,523.75	1,198,047.50
23	3/1/2023				218,142.50	218,142.50				218,142.50	
23	9/1/2023	N	2.600	765,000.00	218,142.50	983,142.50				983,142.50	1,201,285.00
24	3/1/2024				208,197.50	208,197.50				208,197.50	
24	9/1/2024	N	2.900	785,000.00	208,197.50	993,197.50				993,197.50	1,201,395.00
25	3/1/2025				196,815.00	196,815.00				196,815.00	
25	9/1/2025	N	3.200	805,000.00	196,815.00	1,001,815.00				1,001,815.00	1,198,630.00
26	3/1/2026				183,935.00	183,935.00				183,935.00	
26	9/1/2026	N	3.500	830,000.00	183,935.00	1,013,935.00				1,013,935.00	1,197,870.00
27	3/1/2027				169,410.00	169,410.00				169,410.00	
27	9/1/2027	N	3.800	860,000.00	169,410.00	1,029,410.00				1,029,410.00	1,198,820.00
28	3/1/2028				153,070.00	153,070.00				153,070.00	
28	9/1/2028	N	4.200	895,000.00	153,070.00	1,048,070.00				1,048,070.00	1,201,140.00
29	3/1/2029				134,275.00	134,275.00				134,275.00	
29	9/1/2029	N	4.600	930,000.00	134,275.00	1,064,275.00				1,064,275.00	1,198,550.00
30	3/1/2030				112,885.00	112,885.00				112,885.00	
30	9/1/2030	N	4.900	975,000.00	112,885.00	1,087,885.00				1,087,885.00	1,200,770.00
31	3/1/2031				88,997.50	88,997.50				88,997.50	
31	9/1/2031	N	5.200	1,020,000.00	88,997.50	1,108,997.50				1,108,997.50	1,197,995.00
32	3/1/2032				62,477.50	62,477.50				62,477.50	
32	9/1/2032	N	5.500	1,075,000.00	62,477.50	1,137,477.50				1,137,477.50	1,199,955.00
33	3/1/2033				32,915.00	32,915.00				32,915.00	
33	9/1/2033	N	5.800	1,135,000.00	32,915.00	1,167,915.00				1,167,915.00	1,200,830.00
				16,450,000.00	7,547,164.27	23,997,164.25	0.00	0.00	0.00	23,997,164.25	
<b>True Interest Cost (TIC)</b> .....						<b>3.9204715</b>	<b>Arbitrage Yield Limit (AYL)</b> .....				<b>3.9204715</b>
<b>Net Interest Cost (NIC)</b> .....						<b>4.0409890</b>	<b>Arbitrage Net Interest Cost (ANIC)</b> .....				<b>4.0438085</b>