

# City of Waco, Texas

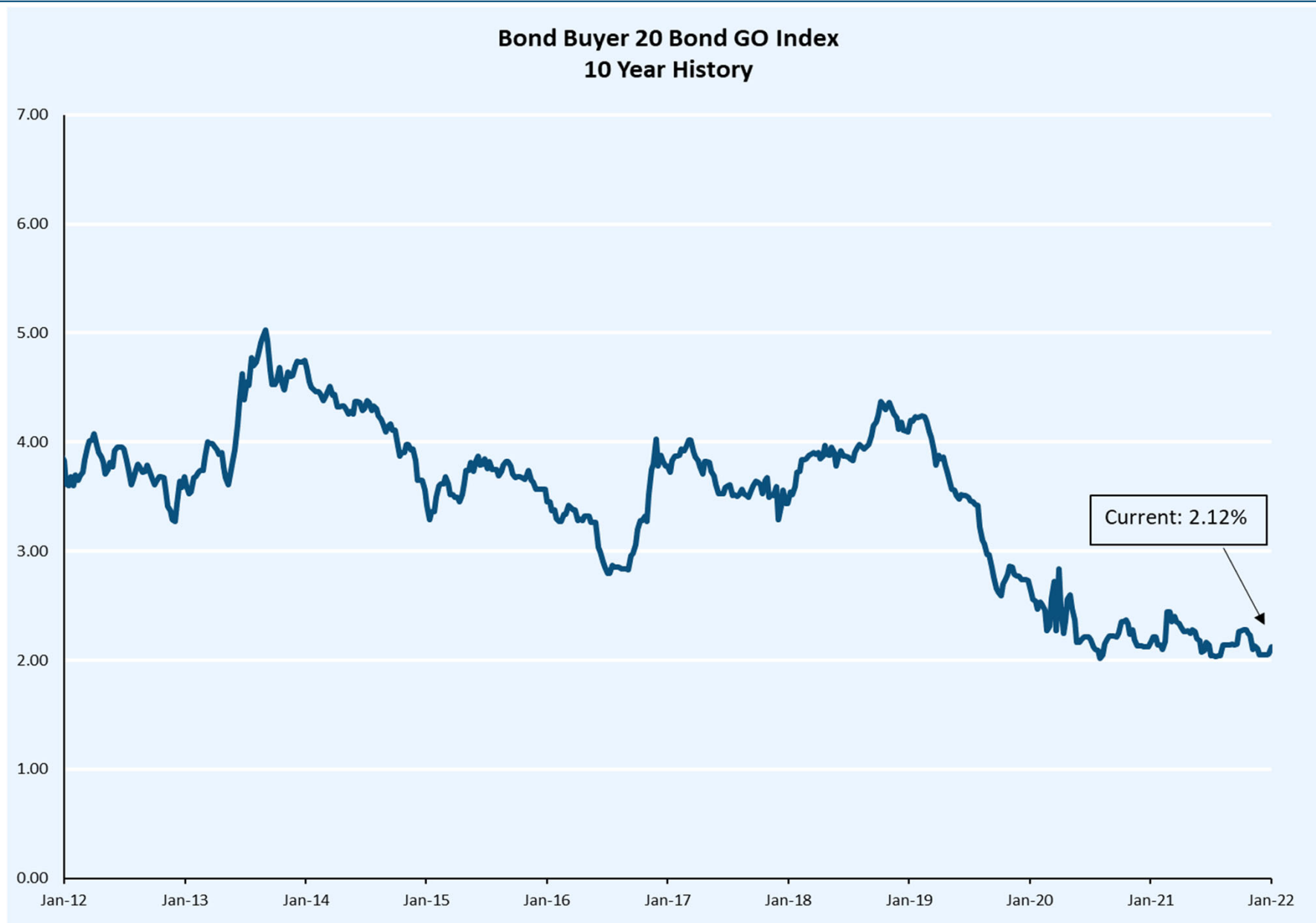
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2022 Bond Transaction Discussion

January 18, 2022



# Bond Buyer 20 Bond GO Index



# Summary of Certificates of Obligation

Preliminary Statistics		
	Rates as of January 10, 2022 <sup>(1)</sup>	Rates as of November 8, 2021 <sup>(2)</sup>
Total Par Amount*	\$ 100,000,000	\$ 99,450,000
Total Debt Service*	146,434,215	145,158,708
All-in True Interest Cost*	2.38%	2.21%

Summary of Projects		
General Obligation	\$ 56,500,000	\$ 57,500,000
Solid Waste		
Tax-Exempt	\$ 2,650,000	\$ 2,650,000
Taxable	5,000,000	5,000,000
Total Solid Waste	\$ 7,650,000	\$ 7,650,000
Water	22,000,000	22,000,000
WMARSS	10,500,000	10,500,000
Wastewater	5,000,000	5,000,000
Drainage	12,000,000	12,000,000
Total Project Fund Amount	\$ 113,650,000	\$ 114,650,000

# Summary of Refunding Bonds

General Obligation Refunding Bonds		
	Rates as of 1/10/22 <sup>(1)</sup>	Rates as of 11/8/21 <sup>(2)</sup>
Refunding Par Amount*	\$ 24,240,000	\$ 24,035,000
Gross Savings*	2,844,394	3,032,762
Net Present Value (NPV) Savings*	2,508,665	2,750,282
Net PV Savings as a % of Refunded Bonds*	9.01%	9.88%
All-in True Interest Cost*	1.82%	1.71%
Average Coupon of Refunded Bonds*	3.42%	3.42%

FYE 9/30	Prior Debt Service*	2022 Ref Bonds*	Annual Savings*	NPV Savings*
2022	\$ 537,859	\$ 431,743	\$ 106,116	\$ 105,199
2023	4,871,344	4,467,600	403,744	396,158
2024	4,867,969	4,467,725	400,244	383,907
2025	2,203,069	2,021,600	181,469	170,405
2026	2,200,069	2,021,975	178,094	163,435
2027	2,214,269	2,033,725	180,544	161,897
2028	2,210,569	2,031,725	178,844	156,714
2029	2,204,269	2,021,350	182,919	156,611
2030	2,204,769	2,022,350	182,419	152,518
2031	2,202,544	2,024,225	178,319	145,583
2032	2,203,594	2,021,000	182,594	145,630
2033	2,206,481	2,023,300	183,181	142,734
2034	1,369,372	1,258,200	111,172	84,659
2035	1,206,481	1,109,300	97,181	72,304
2036	1,204,256	1,106,700	97,556	70,913
	<u>\$33,906,913</u>	<u>\$31,062,518</u>	<u>\$ 2,844,394</u>	<u>\$ 2,508,665</u>

Refunded Bonds							
Series	Principal Amount to be Refunded					Maturities Refunded	Interest Rates
		Water	Sewer	GO	Solid Waste		
General Obligation Refunding Bonds, Series 2013	\$20,150,000	88%	7%	2%	3%	2023-2036	3.00% - 5.00%
Comb. Tax and Rev Certificates of Obligation, Series 2013	7,700,000	41%	41%	18%		2023-2033	3.00% - 4.00%
Total	<u>\$27,850,000</u>						

# Parameters

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## **Combination Tax and Revenue Certificates of Obligation, Series 2022A and Series 2022B**

- Not to exceed amount: \$116,000,000 (*Notice of Intent Limit*)
- Maximum rate: Maximum rate allowable by law

## **General Obligation Refunding Bonds, Series 2022**

- Not to exceed amount: \$28,000,000
- Maximum rate: Maximum rate allowable by law
- Minimum Net Present Value (NPV) Savings: 5%

# Timeline

Nov-21							Dec-21							Jan-22						
S	M	T	W	Th	F	S	S	M	T	W	Th	F	S	S	M	T	W	Th	F	S
		1	2	3	4	5				1	2	3	4							1
7	8	9	10	11	12	13	5	6	7	8	9	10	11	2	3	4	5	6	7	8
14	15	16	17	18	19	20	12	13	14	15	16	17	18	9	10	11	12	13	14	15
21	22	23	24	25	26	27	19	20	21	22	23	24	25	16	17	18	19	20	21	22
28	29	30					26	27	28	29	30	31		23	24	25	26	27	28	29
														30	31					

Feb-22							Mar-22						
S	M	T	W	Th	F	S	S	M	T	W	Th	F	S
		1	2	3	4	5			1	2	3	4	5
6	7	8	9	10	11	12	6	7	8	9	10	11	12
13	14	15	16	17	18	19	13	14	15	16	17	18	19
20	21	22	23	24	25	26	20	21	22	23	24	25	26
27	28						27	28	29	30	31		

  City Council Meeting

  Holiday

Date	Action	Responsible Party
<b>Tue - Jan 18</b>	» Council Meeting - Adopt Ordinance & Sale Parameters, Approve Preliminary Official Statement and Notice of Sale	<b>City</b>
Wed - Jan 19	» Receive Comments to 3rd Draft of Bond Documents	FWG
Wed - Jan 19	» Practice Run for Rating Presentation	City/FA
<b>Mon - Jan 25</b>	» <b>S&amp;P and Moody's Rating Calls/Meetings</b>	<b>City/FA</b>
Fri - Feb 4	» Receive Ratings	FA
	» Due Diligence Call (if necessary)	FWG
Mon - Feb 7	» Electronically Distribute POS	FA
<b>Tue - Feb 15</b>	» <b>PRICING - Receive Competitive Bids</b> » <b>Council Meeting</b>	<b>City/FA</b>
Tue - Feb 22	» Print Final Official Statement	FA
Tue - Mar 8	» Closing Memo Distributed	FA
<b>Tue - Mar 15</b>	» <b>Closing</b>	<b>FWG</b>