

General Obligation Temporary Note Sale



Finance Department

March 17, 2020



Sale of Temporary Notes



- General Obligation (GO) notes provide short-term financing for in-progress projects
- Notes mature in six months
- Notes are retired using either cash, bond proceeds and/or other sources



Calendar



- February 25 - City Council authorized the sale
- March 4 – Moody’s and S&P assigned ratings (Aa1 and AA+)
- March 12 – Sale conducted and bid awarded
- April 15 – Sale closing



Series 300 GO Notes - \$26,875,000



- One bid was received
- Bid awarded to T.D. Securities
- Rate of 1.52%



Market Environment



- Financial markets are in turmoil; with uncertainty investors often move to Treasuries (or cash)
- Only one bid was received which was closely analyzed by the City's Financial Advisor
- The bid was in-line with market conditions



Series 300 GO Notes - \$26,875,000



Sale Description	Rate
March 2020 GO Notes (6-month term)	1.52%
October 2019 Note sale (1-year term)	1.30%
March 2019 Note sale (6-month term)	1.68%



Recommended Action



- Ratify award of the bid
- Adopt the note resolution
- Authorize the necessary signatures



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