

**Add-On
SEMINOLE COUNTY GOVERNMENT
AGENDA MEMORANDUM**

SUBJECT: Refunding of the County's Series 1999 Water & Sewer Revenue Bonds

DEPARTMENT: Fiscal Services **DIVISION:** Administration

AUTHORIZED BY: Lisa H. Spriggs **CONTACT:** Lisa H. Spriggs **EXT.** 7172

Agenda Date <u>1/25/05</u> Regular <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Work Session <input type="checkbox"/> Briefing <input type="checkbox"/> Public Hearing – 1:30 <input type="checkbox"/> Public Hearing – 7:00 <input type="checkbox"/>

MOTION/RECOMMENDATION:

Request authorization for staff to proceed with the refunding of the County's Series 1999, Water & Sewer Revenue Bonds and selection of Bank of America as Senior Underwriter.

BACKGROUND:

The County's Series 1999, Water & Sewer Revenue Bonds with an outstanding par value of \$42,210,000 are advance refundable with a call date of October 1, 2009. The County is in a position to take advantage of potential savings associated with the currently low interest rate environment through a traditional advanced refunding of the debt. The County has traditionally utilized 3% savings as a benchmark for advance refunding of debt. Based on market rates as of January 18, 2005, a traditional advanced refunding of the Series 1999 Water & Sewer Bonds would yield \$1,302,204 net present value savings or 3.208% savings as a percentage of refunded bonds.

As Bank of America actively brought forth several financing opportunities for the County to consider with regard to the Series 1999, Water & Sewer Bonds, staff recommends their appointment by the Board as Senior Underwriter.

As time is of the essence to take advantage of current market conditions, a resolution for the refunding will be prepared by Bond Counsel and presented to the Board for approval at the February 8, 2005 meeting.

Reviewed by:	
Co Atty:	_____
DFS:	_____
Other:	_____
DCM:	_____
CM:	<u>[Signature]</u>
File No.	_____