

| Agenda Item | cover sheet

for consideration by the Apex Town Council

Item Type: NEW BUSINESS

Meeting Date: October 6, 2020

Item Details

Presenter(s): Vance Holloman, Finance Officer

Department(s): Finance

Requested Motion

Possible motion to approve a Resolution Authorizing the Execution and Delivery of a First Amendment to the 2014 Installment Financing Agreement and Related Documents in Connection with the Refinancing of the Outstanding 2014 Installment Financing Agreement and a Resolution Authorizing the Execution and Delivery of a First Amendment to the 2015 Installment Financing Agreement and Related Documents in Connection with the Refinancing of the Outstanding 2015 Installment Financing Agreement.

Approval Recommended?

Yes

Item Details

The Town has negotiated a rate modification with Pinnacle Bank for the 2014 Installment Financing Agreement (IFA) and the 2015 IFA between the Bank and Town. The original amount borrowed under the 2014 IFA was \$14.469 million at a rate of 2.70%. The current outstanding balance is \$8.419 million and the IFA matures in 2028. The original amount borrowed under the 2015 IFA was \$4.5 million at a rate of 2.72%. The current outstanding balance is \$3.74 million and the IFA matures in 2031. The rate for both IFA's will be modified to 1.85%. Both agreements will maintain the same principal repayment schedule but future interest payments will be determined based upon the new rate. The rate modification will result in savings of \$265,733 for the 2014 IFA and \$160,582 for the 2015 for the IFA.

Attachments

- Approving Resolutions Apex IFA Modifications
- First Amendment Apex 2014 IFA
- First Amendment Apex 2015 IFA

