

| Agenda Item | cover sheet

for consideration by the Apex Town Council

Item Type: CONSENT AGENDA
Meeting Date: November 17, 2020

Item Details

Presenter: Vance Holloman, Finance Director
Department(s): Finance Department

Requested Motion

Motion to approve Budget Ordinance Amendment No. 7 appropriating the proceeds of the 2020 Taxable General Obligation Refunding Bonds.

Approval Recommended?

Yes

Item Details

The Town has issued the 2020 Taxable GO Refunding Bonds for the purpose of advance refunding the 2012 Wastewater System GO Bonds. Budget Amendment No. 7 appropriates the proceeds of the 2020 Bonds in the Water Sewer Fund for the purpose of funding the escrow for the advance refunding and paying issuance cost. The payments of proceeds to the escrow account will be made by the bond purchaser and the State Treasurer on behalf of the Town. However, the Town must budget the funds and record these transactions in its accounting records. The Town will directly receive and expend the funds appropriated for issuance cost.

The Refunding Bonds were sold at a true interest cost of 1.71% resulting in gross saving of \$4 million and a net present value savings of \$3.55 million which represents a 12.85% savings.

Attachments

- Budget Ordinance Amendment No. 7

