MEMORANDUM

TO: MAYOR AND CITY COUNCIL
FROM: VICTOR CARDENAS, CITY MANAGER
SUBJECT: BOND SALE RESULTS
DATE: APRIL 16, 2026

As discussed at the February 23rd City Council meeting, the City would be going to market in three instances to sell bonds to fund the Public Safety Facility Project. On April 14, 2026, the City of Novi completed its first bond sale by entering into an agreement to sell its 2026 Unlimited Tax General Obligation Bonds for a total issuance amount of just under $35 million, as previously planned. These bonds are backed by the City's full faith and credit, including its authority to levy taxes (without limitation as to rate or amount) to meet debt service obligations.

The bond sale was executed through a negotiated process with the City's underwriting team at Huntington Bank. As is standard in these transactions, the offer from the underwriters was contingent upon the City's acceptance, in consultation with our Bond Counsel (Miller Canfield) and Financial Advisor PFM. Upon acceptance, the agreement became binding.

Proceeds from this issuance will be used to support the design and construction activities associated with the Public Safety project. Overall, the successful placement of these bonds reflects continued market confidence in the City of Novi's financial position and long-term stability, allowing the City to secure necessary funding at competitive rates to support its capital program.

Attached to you'll find the following documents:

- Executed Sale Order
- Executed Bond Purchase Agreement accepting the Underwriter's offer to purchase the Bonds
- A draft of the Final Official Statement reflecting the results of pricing

Please let me know if you have any questions related to this process.