



Waynesboro City Council Agenda Briefing

Meeting Date:	April 25, 2022	Staff/Council Member(s): Cameron S. McCormick, C.P.A. Assistant City Manager
Agenda Item #	7	
Resolution#		
Department:	City Manager’s Office and Finance Department	
Subject:	Refinancing of 2010A & 2010B Bond Issuance	

Background: City staff recommends refunding the 2010A and 2010B bond issuances through a Tax Exempt, Bank Qualified Refunding. The current bonds have an average coupon of 5.76%. The bonds can be refinanced at an average coupon rate of 2.35%, producing approximately \$52,000 in savings, per year, across the General, Sewer, and Stormwater funds.

Preliminary Analysis of Bond Refunding	
Outstanding Par, Callable Bonds	\$1,563,000
Average Coupon	2.35%
Net Present Value (PV) Cash Flow Savings	\$417,639
Net PV Benefit (interest)	8.572%
Average Annual Debt Service Savings	\$52,200

City Manager’s Recommendation: The City Manager recommends that City Council adopt the resolution authorizing the refunding of the 2010A and 2010B general obligation bonds.

Suggested Motion: City Council adopt the resolution approving refunding of the 2010A and 2010B general obligation bond issues and assuming alternate financing not to exceed \$1,565,000.

Attachments: Resolution
Bond Purchase Agreement