

**CITY OF PAPILLION
MAYOR AND CITY COUNCIL REPORT
MAY 18, 2021 AGENDA**

Subject:	Type:	Submitted By:
Resolution to Call \$790,000 Highway Allocation Fund Pledge Refunding Bonds, Series 2011B	Resolution No. R21-0088	Nancy Hypse, Finance Director

SYNOPSIS

This resolution will call \$790,000 of outstanding bonds of Highway Allocation Fund Pledge Refunding Bonds, Series 2011B and allow for the payment of interest from the last payment date (6/15/2021) to the call date of June 22, 2021. The original debt schedule is included to show the future savings on interest of over \$90,000 over the remaining 6.5 years.

FISCAL IMPACT

The funding for this call is included in the budget. There was an analysis done on all bonds which are currently callable to determine the best use of the cash to pay down outstanding debt of the City. This call will use approximately \$790,500 (includes principal and interest) of the \$1,000,000 of reserves approved in the budget to reduce outstanding debt. The next review for potential call and/or refinancing of general obligation and highway allocation fund pledge bonds will be done in December when additional outstanding debt becomes callable.

RECOMMENDATION

Approval

Items included

Resolution R21-0088
Original Debt Schedule

RESOLUTION NO. R21-0088

RESOLUTION CALLING \$790,000 HIGHWAY ALLOCATION FUND PLEDGE REFUNDING BONDS, SERIES 2011B, DATED DECEMBER 20, 2011, ISSUED BY THE CITY OF PAPILLION, NEBRASKA, FOR PAYMENT AND REDEMPTION PRIOR TO MATURITY

BE IT RESOLVED BY THE MAYOR AND CITY COUNCIL OF PAPILLION, NEBRASKA:

Section 1. The Mayor and City Council of Papillion, Nebraska (the “City”) hereby find and determine that the City has previously issued and there are now outstanding and unpaid the interest-bearing obligations shown below, and that the obligations listed below are valid and binding obligations of the City:

Highway Allocation Fund Pledge Refunding Bonds, Series 2011B, dated December 20, 2011, in the principal amount of \$790,000, bearing interest and maturing as follows:

<u>Maturity</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>CUSIP No.</u>
December 15, 2021	\$105,000	2.50%	698856 VC2
December 15, 2022	110,000	2.65	698856 VD0
December 15, 2023	105,000	2.85	698856 VE8
December 15, 2024	110,000	3.05	698856 VF5
December 15, 2025	115,000	3.15	698856 VG3
December 15, 2026	120,000	3.30	698856 VH1
December 15, 2027	125,000	3.40	698856 VJ7

Said Bonds are hereinafter referred to as the “**Called Bonds**”

The Called Bonds were issued pursuant to an ordinance duly passed by the Mayor and Council of the City on November 15, 2011, (the “**2011 Ordinance**”), and are redeemable at the option of the City at any time on or after December 20, 2016, at a redemption price equal to 100% of the principal amount thereof plus accrued interest to the date fixed for redemption.

The Called Bonds are unpaid and a legal liability against the City, provision for the payment of which may be made by the lawful application of available funds of the City.

Section 2. The Called Bonds are hereby irrevocably called for redemption and payment on June 22, 2021 (the “**Redemption Date**”) at a redemption price equal to the principal amount thereof plus accrued interest thereon to the Redemption Date.

Notice of the call for redemption, identifying the Called Bonds, shall be given by the paying agent for the Called Bonds, the Treasurer of the City of Papillion, Papillion, Nebraska, (the “**Called Bonds Paying Agent**”), upon mailing a copy of the redemption notice by first-class mail, postage prepaid, at least thirty days prior to the date fixed for redemption to the registered owner of each Called Bond at the address shown on the registration books; provided, however, that failure to give such notice by mailing, or any defect therein, shall not affect the validity of any proceedings for the redemption of any obligations with respect to which no such failure has occurred. Any notice mailed as provided in the 2011 Ordinance authorizing the issuance of the Called Bonds shall be conclusively presumed to have been duly given, whether or not the registered owner of such Called Bond receives the notice.

Section 3. A true copy of this Resolution shall be filed with the Called Bonds Paying Agent no later than 30 days prior to the Redemption Date. The Paying Agent and Registrar for the Called Bonds is hereby irrevocably instructed to mail notice to each registered owner of the Called Bonds not less than thirty days prior to the date fixed for redemption, all in accordance with the 2011 Ordinance.

PASSED AND APPROVED: May 18, 2021.

CITY OF PAPILLION, NEBRASKA

By: _____
Mayor David Black

ATTEST:

By: _____
City Clerk, Nicole Brown

City of Papillion, Nebraska

60-0100-8745
60-0100-8740

Highway Allocation Refunding Bonds
Series 2011 | Refunding Series 2007 Bonds

Debt Service Schedule

Part 1 of 2

Date	Principal	Coupon	Interest	Total P+I	Fiscal Total
12/20/2011	-	-	-	-	-
06/15/2012	-	-	16,910.59	16,910.59	16,910.59
12/15/2012	95,000.00	0.350%	17,393.75	112,393.75	-
06/15/2013	-	-	17,227.50	17,227.50	129,621.25
12/15/2013	90,000.00	0.500%	17,227.50	107,227.50	-
06/15/2014	-	-	17,002.50	17,002.50	124,230.00
12/15/2014	95,000.00	0.700%	17,002.50	112,002.50	-
06/15/2015	-	-	16,670.00	16,670.00	128,672.50
12/15/2015	90,000.00	1.000%	16,670.00	106,670.00	-
06/15/2016	-	-	16,220.00	16,220.00	122,890.00
12/15/2016	95,000.00	1.300%	16,220.00	111,220.00	-
06/15/2017	-	-	15,602.50	15,602.50	126,822.50
12/15/2017	95,000.00	1.550%	15,602.50	110,602.50	-
06/15/2018	-	-	14,866.25	14,866.25	125,468.75
12/15/2018	95,000.00	1.750%	14,866.25	109,866.25	-
06/15/2019	-	-	14,035.00	14,035.00	123,901.25
12/15/2019	100,000.00	2.050%	14,035.00	114,035.00	-
06/15/2020	-	-	13,010.00	13,010.00	127,045.00
12/15/2020	100,000.00	2.300%	13,010.00	113,010.00	-
06/15/2021	-	-	11,860.00	11,860.00	124,870.00
12/15/2021	105,000.00	2.500%	11,860.00	116,860.00	-
06/15/2022	-	-	10,547.50	10,547.50	127,407.50
12/15/2022	110,000.00	2.650%	10,547.50	120,547.50	-
06/15/2023	-	-	9,090.00	9,090.00	129,637.50
12/15/2023	105,000.00	2.850%	9,090.00	114,090.00	-
06/15/2024	-	-	7,593.75	7,593.75	121,683.75
12/15/2024	110,000.00	3.050%	7,593.75	117,593.75	-
06/15/2025	-	-	5,916.25	5,916.25	123,510.00
12/15/2025	115,000.00	3.150%	5,916.25	120,916.25	-
06/15/2026	-	-	4,105.00	4,105.00	125,021.25
12/15/2026	120,000.00	3.300%	4,105.00	124,105.00	-
06/15/2027	-	-	2,125.00	2,125.00	126,230.00
12/15/2027	125,000.00	3.400%	2,125.00	127,125.00	-
06/15/2028	-	-	-	-	127,125.00
Total	\$1,645,000.00	-	\$386,046.84	\$2,031,046.84	-

**\$790,000 principal
to be called**

**Interest savings
from call of
approximately
\$90,154. This is
net of interest to be
paid at closing -- 7
days of interest
from 6/15/2021.**