



# City of Greensboro

Melvin Municipal  
Office Building  
300 W. Washington Street  
Greensboro, NC 27401

## Agenda Report

File Number: 2022-851

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### Agenda Item# I. 17.

**Agenda Date:** 8/16/2022. **Department:** Financial & Administrative Services

**Meeting Type:** Council Meeting **Category:** General Business Agenda

**Title:** 2022 -851 Resolution Making Certain Findings and Determinations, Authorizing the Filing of an Application with the Local Government Commission and Requesting The Local Government Commission to Sell Revenue Bond Anticipation Notes at a Private Sale and App

**Council Priority: Place an 'x' in the box.**

- ☐ Create an Environment to Promote Economic Development Opportunities and Job Creation
- ☒ Maintain Infrastructure and Provide Sustainable Growth Opportunities
- ☐ Promote Public Safety & Reduce Crime
- ☐ Exceptional Customer Service and a Diverse City Government Workforce
- ☒ Ensure Fiscal Stewardship, Transparency, & Accountability

**Council District:** All

**Public Hearing:** No

**Advertising Date/By:** N/A

**Contact 1 and Phone:** Marlene Druga, Ext 2094

**Contact 2 and Phone:** Sarah Rupp, Ext 4905

**PURPOSE:**

The City proposes to issue up to \$175 million Series 2022 Revenue Bond Anticipation Notes (BANs) to finance certain water and wastewater systems improvements that will soon be or are under construction and that will be completed in the next two years. Issuance of the BANs requires City Council adoption of the attached resolution directing the filing of an application with the NC Local Government Commission for the approval of the debt issue.

**BACKGROUND:**

City Council has previously authorized establishment of Water Resources Bond Funds for the purpose of issuing bond anticipation notes under an interest-only construction draw program and then redeeming the notes and converting them to 30-year revenue bonds.

City Council is being asked to authorize the issuance of a short-term revenue bond anticipation note of up to \$175.0 million, to continue development of the Greensboro Randolph Megasite, the Townsend Clearwell project and additional water and wastewater capital projects scheduled between 2023 and 2025. The \$175 million short term notes will be issued September 2022 pursuant to an agreement with Truist Bank and refinanced in two years with 30-year bonds.

**BUDGET IMPACT:**

Repayment of the debt service on outstanding revenue bonds and proposed Series 2022 revenue BANs will require an increase in water and sewer rates in future years. Under current economic conditions, the notes can be marketed at reasonable rates of interest.

**ACCOUNT NUMBER:**

N/A

**RECOMMENDATION / ACTION REQUESTED:**

It is recommended that City Council approve the attached resolution authorizing the filing of an application with the Local Government Commission and requesting approval of the sale of revenue bond anticipation note, not to exceed \$175 million, and approving the financing team in connection with the issuance of the bond anticipation notes by the City.