



TO: Mayor Shaun Sipma
Members of the City Council

FROM: David Lakefield, Interim City Manager and Finance Director

DATE: July 6, 2020

SUBJECT: AIRPORT BOND RESOLUTION

I. RECOMMENDED ACTION

1. Authorize the Mayor to sign the 2020 Airport bond resolution for the refinancing of the Airport Revenue Bonds Series 2013D and 2014D.

II. DEPARTMENT CONTACT PERSONS

David Lakefield, Interim City Manager and Finance Director 857-4784

III. DESCRIPTION

A. Background

The City was advised by PFM Financial Advisors LLC that interest rates are lower than they were prior to COVID-19. By refinancing the Airport debt from 2013 and 2014, the City could see large savings for interest expense.

Proposed Project

N/A

Consultant Selection

N/A

IV. IMPACT:

A. Strategic Impact:

N/A

B. Service/Delivery Impact:

N/A

C. Fiscal Impact:

The City of Minot will save approximately \$1,376,700 on refinancing the Series 2013D and \$408,000 on the Series 2014D. This will be a savings of approximately \$1,784,700 over the life of the bonds. The rates are lower now than what they were when these bonds were issued.

V. ALTERNATIVES

N/A

VI. TIME CONSTRAINTS

N/A

VII. LIST OF ATTACHMENTS

- A. Airport Revenue Refunding Bond Resolution