

FOR BOARD ACTION

Agenda Item # 3

Meeting Date:

12/11/12

SUBJECT:

Authorizing the Sale of Electric Bonds to Refund Series 2002A

PREPARED BY:

Susan Parker, Director of Corporate Services

ITEM DESCRIPTION:

Springsted, Inc., the City's independent financial advisor, has completed an analysis for the proposed refunding of the Series 2002A bonds through the sale of new bonds. The Series 2002A is callable on or after December 1, 2012 allowing for the current refunding.

Mr. David MacGillivray with Springsted, Inc. will be presenting the analysis for the Board consideration of the refunding.

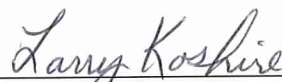
The schedule for the sale of the new debt and refunding of the Series 2002A is attached for review.

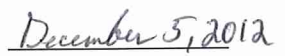
FOR CAPITAL PURCHASES/BIDS/MAJOR PROJECTS:

Not Applicable

UTILITY BOARD ACTION REQUESTED:

Management recommends that the Utility Board approve and request the Common Council approve a resolution authorizing the competitive sale of new bonds to be used to refund the Series 2002A bonds.


General Manager


Date

**City of Rochester, Minnesota
Electric Revenue Refunding Bonds, Series 2013A**

November 2012						
S	M	T	W	Th	F	S
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	

December 2012						
S	M	T	W	Th	F	S
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29
30	31					

January 2013						
S	M	T	W	Th	F	S
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30	31		

February 2013						
S	M	T	W	Th	F	S
					1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28		

March 2013						
S	M	T	W	Th	F	S
					1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30
31						

April 2013						
S	M	T	W	Th	F	S
	1	2	3	4	5	6
7	8	9	10	11	12	13
14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29	30				

Schedule of Events		
Date	Event	Responsible Party
November 30, 2012	Request for Official Statement Information sent to RPU Staff and City Staff.	Springsted
December 4, 2012	Finalize Bond structure and prepare Terms of Proposal.	Springsted
December 10, 2012	Sale Recommendations and Bond Resolution delivered to City and RPU Staff.	Springsted Kennedy & Graven
December 11, 2012	Springsted presents refunding analysis and Utility Board approval.	RPU Commission Springsted
December 17, 2012	Information forwarded to Springsted for preparation of the Official Statement.	City Staff RPU Staff
December 17, 2012	City Council considers Resolution authorizing the Bond sale.	City Council
January 2, 2013	Rough draft of Official Statement sent out to City Staff, RPU Staff and Kennedy & Graven for review.	Springsted

Schedule of Events		
Date	Event	Responsible Party
January 8, 2013	Final comments to Springsted on Official Statement draft (no later than noon).	City Staff RPU Staff Kennedy & Graven
January 9, 2013	Posting of Official Statement and application for rating forwarded to rating agency.	Springsted
Week of January 14, 2013	Rating conferences and receipt of rating.	Moody's Fitch City Staff RPU Staff Springsted
January 15, 2013	Form of Award Resolution delivered to the City and RPU.	Kennedy & Graven
January 23, 2013	Sale of the Bonds. RPU Board consents to the terms of the Bond Resolution and forwards recommendation to award the Bonds to the City Council. Consideration and award of the Bonds by City Council.	City Staff Utility Commission Springsted
January 30, 2013	Distribution of addendum to Official Statement.	Springsted
February 26, 2013	Settlement of the Bonds; receipt of Bond proceeds.	City Staff RPU Staff Kennedy & Graven Springsted
February 27, 2013	Call notice for the 2002A Bonds sent to DTC.	Springsted
April 1, 2013	2002A Bonds redemption date.	



RESOLUTION

BE IT RESOLVED by the Public Utility Board of the City of Rochester, Minnesota, that the Common Council of the said City is requested to authorize the issuance of revenue bonds to refund the Series 2002A RPU Electric Revenue Bonds of approximately \$4,740,000 due to positive markets conditions. The Electric Revenue Bond sales will use a competitive sale method.

Passed by the Public Utility Board of the City of Rochester, Minnesota, this 11th day of December, 2012.

President

Secretary