



MEMO

To: City Council and Mayor
From: Mari Ripp, Clerk-Treasurer
Date: August 21, 2013
Subject: LTGO Bond 2013 – Report on Final Rates, Term, Etc.

The Long Term General Obligation (LTGO) Bonds 2013 were sold and were marketed via our Underwriter, D.A. Davidson, James Nelson. Our Trader continued to watch the market and consult with him. Mr. Nelson reported that,

“The City of Woodland’s bonds were priced on Monday, July 22nd prior to rates increasing. (As discussed, typically bonds are not priced on Mondays. The original plan was to price the City of Woodland’s bonds on July 23rd. Our bond trader anticipated volatility in the market and recommended the City move the schedule up to July 22nd. Because the Mayor and Mari were able to respond quickly to the recommendation, the City saved 0.25% with a lower interest rate.)

From July 23rd to July 25th, interest rates increased 0.25%
During the week of July 29th, interest rates came down 0.07%.
During the week of August 5th, interest rates increased 0.03%.”

The final rate we obtained of a True Interest Cost was 4.7512% (see the attached schedule for details) for Principal of \$1,945,000 (and we gave a Par Not to Exceed \$1,950,000, and fund \$1,910,000) for a term of 27.5 years. The first 2 payments, interest only, are due 12/1/2013 and 12/1/2014 and the final maturity is on 12/1/2040 with a target annual payment of \$133,000 per year.

We received our funds on August 6th and the transaction was finalized, paperwork was signed and processed and the transaction is now closed. If you have any further questions, please contact me at 360-225-8281 x114 or rippm@ci.woodland.wa.us

City of Woodland, LTGO Bonds, 2013

Target Annual Payment of \$133,000 per year
Par Not To Exceed \$1,950,000, fund \$1,910,000
Rating grade of "A"

Period Ending	Principal	Coupon	Interest	Annual Payment
12/1/2013	0	0.000%	27,779	27,779
12/1/2014	0	0.000%	86,960	86,960
12/1/2015	45,000	1.700%	86,960	131,960
12/1/2016	45,000	1.700%	86,195	131,195
12/1/2017	45,000	1.700%	85,430	130,430
12/1/2018	45,000	4.000%	84,665	129,665
12/1/2019	50,000	4.000%	82,865	132,865
12/1/2020	50,000	4.000%	80,865	130,865
12/1/2021	55,000	4.000%	78,865	133,865
12/1/2022	55,000	4.000%	76,665	131,665
12/1/2023	60,000	4.000%	74,465	134,465
12/1/2024	60,000	5.000%	72,065	132,065
12/1/2025	65,000	5.000%	69,065	134,065
12/1/2026	65,000	5.000%	65,815	130,815
12/1/2027	70,000	5.000%	62,565	132,565
12/1/2028	75,000	5.000%	59,065	134,065
12/1/2029	75,000	4.625%	55,315	130,315
12/1/2030	80,000	4.625%	51,846	131,846
12/1/2031	85,000	4.625%	48,146	133,146
12/1/2032	90,000	4.625%	44,215	134,215
12/1/2033	90,000	4.625%	40,053	130,053
12/1/2034	95,000	4.850%	35,890	130,890
12/1/2035	100,000	4.850%	31,283	131,283
12/1/2036	105,000	4.850%	26,433	131,433
12/1/2037	110,000	4.850%	21,340	131,340
12/1/2038	115,000	4.850%	16,005	131,005
12/1/2039	120,000	4.850%	10,428	130,428
12/1/2040	95,000	4.850%	4,608	99,608
Total:	1,945,000		1,565,849	3,510,849
	True Interest Cost:	4.7512%		