

Memorandum



CITY OF DALLAS

DATE July 17, 2018

TO Honorable Mayor and Members of the City Council

SUBJECT **General Obligation Refunding Bonds, Series 2018 – Sale Results**

On March 28, 2018, the City Council approved the sale of up to \$63,000,000 in General Obligation Refunding Bonds, Series 2018 (the “Bonds”). The sale will finance payments to plaintiffs under the terms of a written settlement agreement from a judgment entered in the back pay lawsuit on June 8, 2018 by the 199th Judicial District Court in Collin County. Prior to the sale, S&P Global affirmed the City’s general obligation bond rating of AA- with a stable outlook, and Fitch affirmed the City’s bond rating of AA with a stable outlook.

Today, the City received 12 bids in a competitive sale of the Bonds. The true interest cost of the bids ranged from 3.26 percent to 3.36 percent, with less than one basis point difference between the winning bid and the highest bid, a sign that the sale was highly competitive. Robert W. Baird & Co. submitted the winning bid of 3.26 percent.

Thank you for your continued support of strong financial policies and practices that enable us to sell bonds in favorable conditions like the ones today. Please contact me if you require additional information.

A handwritten signature in blue ink that reads "M. Elizabeth Reich".

M. Elizabeth Reich
Chief Financial Officer

cc: T.C. Broadnax, City Manager
Larry Casto, City Attorney
Craig D. Kinton, City Auditor
Billierae Johnson, City Secretary
Daniel F. Solis, Administrative Judge
Kimberly Bizzor Tolbert, Chief of Staff to the City Manager
Majed A. Al-Ghafry, Assistant City Manager

Jon Fortune, Assistant City Manager
Joey Zapata, Assistant City Manager
Nadia Chandler Hardy, Chief of Community Services
Raquel Favela, Chief of Economic Development & Neighborhood Services
Theresa O'Donnell, Chief of Resilience
Directors and Assistant Directors