



Technical Review Meeting

Agenda Item 10.

Subject:

Consideration of Approval for refinancing Anthem Special Improvement Bonds Series 2007 to lower interest expense financing costs for property owners...i.e. homeowners and developer.

- Public Comment
- Discussion and Possible Action

Petitioner:

David R. Empey, Finance Director

Staff Recommendation:

Approve and authorize Finance Director to enter into professional engagement services with JNA Consultants and Stifel Underwriters to provide specific details as to refinancing outstanding District principal balance of approximately \$10,460,000 that would reduce interest rates which property owners (i.e. residential homeowners & property developer) are obliged to pay in connection with semi-annual debt service payments to bond holders.

Fiscal Impact:

It is estimated that this refinancing will result in approximately +\$3 million interest savings for property owners within the Anthem Special Improvement District over the remaining life of the bonds through August 1, 2037.

Budgeted Item:

Yes



Background:

The City of Mesquite ("City") has previously issued "City of Mesquite, Nevada, Special Improvement District No. 07-01 (Anthem at Mesquite) Local Improvement Bonds Series 2007 - \$15,250,000 for the purpose of financing certain capital improvements within the District.

The City presently has the opportunity to pursue refunding the outstanding bonds that will reduce the interest costs paid by property owners to the District as well as debt service payments to Bondholders. Estimated costs associated with the refunding will be paid by the District.

The final bond payment date to bond holders pursuant to the 2016 refinancing will not be extended and will remain, as with the original bond payment schedule, due on August 1, 2037.

Attachments:

- Engagement Letter from JNA Consulting Group, LLC, dated June 8, 2016
- Engagement Letter from Stifel, dated June 14, 2016
- Bond Series 2016 Refinancing Transaction Summary (preliminary)