

*Overview of Sale Presentations*

**City of Amarillo, Texas**

*May 12, 2020*



**SPECIALIZED PUBLIC FINANCE INC.**  
FINANCIAL ADVISORY SERVICES

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# The City of Amarillo Financings

## Overview of the Issuances Priced on May 11<sup>th</sup>, 2020



### General Obligation Bonds (Prop 2)

- Purpose: Public Safety; Approved by Voters at the Nov. 2016 Bond Referendum.
- Amount: \$8.1 million project fund deposit.
- Timing: Council to award the financing on May 12<sup>th</sup> and close on June 2<sup>nd</sup>.
- SPFI received 7 bids, the winning bidder being Robert W. Baird & Co., Inc. with a TIC of 2.478%.

### General Obligation Refunding Bonds

- Purpose: Refinance existing obligations to a lower interest rate for savings.
- Amount: Approximately \$52 million of refunded outstanding obligations.
- Timing: Council to consider award the financing on May 12<sup>th</sup> and close on June 2<sup>nd</sup>.
- SPFI received 12 bids, the winning bidder being Citigroup Global Markets Inc. with a TIC of 1.368%. The refunding has a net present value savings of \$3,877,480.

### Certificates of Obligation (Thompson Park)

- Purpose: Finance improvements related to the Thompson Park.
- Amount: \$7.95 million project fund deposit.
- Timing: Council to award the financing on May 12<sup>th</sup> and close on June 2<sup>nd</sup>.
- SPFI received 8 bids, the winning bidder being Robert W. Baird & Co., Inc. with a TIC of 2.591%.

### Tax Notes (Land Purchase)

- Purpose: Finance the purchase of land.
- Amount: \$3.68 million project fund deposit.
- Timing: Council to award the financing on May 12<sup>th</sup> and close on June 2<sup>nd</sup>.
- SPFI received 5 bids, the winning bidder being Citigroup Global Markets, Inc. with a TIC of 1.099%.

### W&S Refunding Bonds

- Purpose: Refinance existing obligations to a lower interest rate for savings.
- Amount: Approximately \$10.2 million of refunded outstanding obligations.
- Timing: Council to award the financing on May 12<sup>th</sup> and close on June 2<sup>nd</sup>.
- SPFI received 10 bids, the winning bidder being Robert W. Baird & Co., Inc. with a TIC of 1.541%. The refunding has a net present value savings of \$1,351,098.

# Historical Municipal Interest Rates – General Obligation & Revenue Index Data



# Overview of the Tax and Utility Revenue supported Issuances

## Overview of the City's Recent Tax-Backed and Utility Bond Ratings from S&P and Moody's



The City's current GO & Utility credit ratings were affirmed despite the current challenging economic climate as follows:

- Standard & Poor's Global Ratings ("S&P") affirmed the "AAA" GO rating, but revised the outlook to 'Negative' from 'Stable'

*"The outlook revision reflects that the city already exhibits weaker socioeconomic metrics compared with similarly rated peers, and may experience a weakening of its financial position, given its reliance on sales tax revenue, which could significantly decline due to the recession brought on by the health and safety risks of the COVID-19 pandemic. This also reflects that depending on the duration and severity of the economic disruption, our characterization of the city's economy may weaken, likely driven by a deterioration in the city's income and unemployment metrics. We therefore believe there is at least a one-in-three chance of lowering the rating within the next two years."*

- Moody's Investors Services("Moody's") affirmed the "Aa1" GO rating and maintained a 'Stable' outlook
- S&P affirmed the "AAA" Waterworks & Sewer System rating, but revised the outlook to 'Negative' from 'Stable'

*"The outlook revision reflects our view that the City's extremely strong financial risk profile could realize diminished total financial capacity due to the recession in fiscal 2020 and 2021."*

- S&P affirmed the "AAA" Drainage Utility System rating and maintained a 'Stable' outlook

***The City's ratings were affirmed due to very strong management, liquidity, debt and contingent liability position due to good financial policies and practices as stated by the rating agencies.***

# Overview of the Tax-Supported Issuances

## Sources and Uses of Funds for the Bonds, Certificates, Notes and Refunding Bonds



Sources of Funds	GO Refunding				Issue Summary
	GO Bonds (Prop 2)	Bonds	Certificates	Tax Notes	
Par Amount of Bonds	\$8,105,000	\$50,540,000	\$8,000,000	\$3,520,000	\$70,165,000
Net Reoffering Premium	111,903	1,846,878	68,760	205,286	2,232,827
Original Issue Discount	(40,127)	(16,639)	(39,835)	0	(96,602)
Transfers from the D/S Fund	0	137,000	0	0	137,000
<b>Total Sources</b>	<b>\$8,176,776</b>	<b>\$52,507,238</b>	<b>\$8,028,925</b>	<b>\$3,725,286</b>	<b>\$72,438,225</b>
Uses of Funds					
Costs of Issuance	73,000	214,000	75,850	45,286	408,136
Deposit to Project Construction Fund	8,100,000	0	7,953,075	3,680,000	19,733,075
Deposit to Current Refunding Fund	0	52,292,246	0	0	52,292,246
Rounding Amount	3,776	992	0	0	4,768
<b>Total Uses</b>	<b>\$8,176,776</b>	<b>\$52,507,238</b>	<b>\$8,028,925</b>	<b>\$3,725,286</b>	<b>\$72,438,225</b>



***Ordinance No. 7850***

## GENERAL OBLIGATION BONDS, SERIES 2020



**SPECIALIZED PUBLIC FINANCE INC.**  
FINANCIAL ADVISORY SERVICES

# Overview of the General Obligation Bonds

## Transaction Overview

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- On Monday, May 11<sup>th</sup> at 9:00 A.M., Specialized Public Finance Inc. (“SPFI”) competitively bid \$8,105,000 General Obligation Bonds, Series 2020 (the “Bonds”).
- The General Obligation Bonds, as considered and passed by voters at the November 2016 Bond Referendum, will fund \$8,100,000 in improvements for public safety. The Bonds will have a 25-year amortization.
- The City of Amarillo (the “City”) received seven (**7**) bids on the Bonds with Robert W. Baird & Co., Inc. submitting the winning bid at a true interest cost of **2.478%**.
- The Bonds are rated “AAA” by S&P and “Aa1” by Moody’s.
- Closing is set to occur on June 2, 2020.
- The estimated increased tax payment on a \$100,0000 home (tax value) is \$3.10 annually.

# Overview of the General Obligation Bonds

## Summary of Bids Received



- The spread between the low bid and high bid is approximately 23 basis points.
- All bids were submitted via Parity’s online bidding system.

### Summary of Bids Received on the Bonds

1.	Robert W. Baird & Co., Inc.....	2.478%
2.	UMB Bank, N.A.....	2.538%
3.	The Baker Group.....	2.568%
4.	Citigroup Global Markets Inc. ....	2.606%
5.	Raymond James & Associates, Inc.....	3.498%
6.	FHN Financial capital Markets.....	2.697%
7.	Huntington Securities, Inc.....	2.703%



# Overview of the General Obligation Bonds

Annual Debt Service Schedule for the 2020 General Obligation Bonds – TIC: 2.478%



<b>Net Debt Service Schedule</b>				
<b>Date</b>	<b>Principal</b>	<b>Coupon</b>	<b>Interest</b>	<b>Total P+I</b>
09/30/2020	-	-	-	-
09/30/2021	75,000.00	3.000%	267,177.14	342,177.14
09/30/2022	125,000.00	5.000%	217,693.76	342,693.76
09/30/2023	130,000.00	5.000%	211,318.76	341,318.76
09/30/2024	140,000.00	5.000%	204,568.76	344,568.76
09/30/2025	145,000.00	5.000%	197,443.76	342,443.76
09/30/2026	155,000.00	5.000%	189,943.76	344,943.76
09/30/2027	160,000.00	5.000%	182,068.76	342,068.76
09/30/2028	320,000.00	4.000%	171,668.76	491,668.76
09/30/2029	330,000.00	3.000%	160,318.76	490,318.76
09/30/2030	340,000.00	3.000%	150,268.76	490,268.76
09/30/2031	350,000.00	2.000%	141,668.76	491,668.76
09/30/2032	360,000.00	2.000%	134,568.76	494,568.76
09/30/2033	365,000.00	2.000%	127,318.76	492,318.76
09/30/2034	375,000.00	2.000%	119,918.76	494,918.76
09/30/2035	380,000.00	2.125%	112,131.26	492,131.26
09/30/2036	390,000.00	2.250%	103,706.26	493,706.26
09/30/2037	400,000.00	2.375%	94,568.76	494,568.76
09/30/2038	405,000.00	2.375%	85,009.38	490,009.38
09/30/2039	420,000.00	2.500%	74,950.00	494,950.00
09/30/2040	430,000.00	2.500%	64,325.00	494,325.00
09/30/2041	440,000.00	2.500%	53,450.00	493,450.00
09/30/2042	450,000.00	2.500%	42,325.00	492,325.00
09/30/2043	460,000.00	2.500%	30,950.00	490,950.00
09/30/2044	475,000.00	2.625%	18,965.63	493,965.63
09/30/2045	485,000.00	2.625%	6,365.63	491,365.63
<b>Total</b>	<b>\$8,105,000.00</b>	<b>-</b>	<b>\$3,162,692.94</b>	<b>\$11,267,692.94</b>

# Overview of the General Obligation Bonds

## Recommendation

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Specialized Public Finance Inc., recommends the City of Amarillo award

the \$8,105,000 General Obligation Bonds, Series 2020 to

Robert W. Baird & Co., Inc.



***Ordinance No. 7851***

# GENERAL OBLIGATION REFUNDING BONDS, SERIES 2020



**SPECIALIZED PUBLIC FINANCE INC.**  
FINANCIAL ADVISORY SERVICES

# Overview of the General Obligation Refunding Bonds

## Transaction Overview

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- On Monday, May 11<sup>th</sup> at 10:30 A.M., Specialized Public Finance Inc. competitively bid \$50,540,000 General Obligation Refunding Bonds, Series 2020 (“the General Obligation Refunding Bonds”).
- The General Obligation Refunding Bonds will refinance various series of Bonds and Certificates illustrated on the following page.
- The term of the Bonds will match the term of the refunded obligations.
- The City received twelve (**12**) bids on the General Obligation Refunding Bonds with Citigroup Global Markets Inc. submitting the winning bid at a true interest cost of **1.368%**.
- The General Obligation Refunding Bonds will provide total debt service savings of **\$4,350,594** and **\$3,877,480** on a net present value basis or **7.45%** of the refunded bonds.
- The Bonds are rated “AAA” by S&P and “Aa1” by Moody’s.
- Closing is set to occur on June 2, 2020.

# Overview of the General Obligation Refunding Bonds

## Summary of Bids Received



- The spread between the low bid and high bid is approximately 32 basis points.
- All bids were submitted via Parity's online bidding system.

### *Summary of Bids Received on the General Obligation Refunding Bonds*

1.	Citigroup Global Markets Inc.....	1.368%
2.	Robert W. Baird & Co., Inc.....	1.388%
3.	Huntington Securities, Inc.....	1.394%
4.	The Baker Group.....	1.443%
5.	KeyBanc Capital Markets.....	1.461%
6.	FHN Financial Capital Markets.....	1.491%
7.	Morgan Stanley & Co, LLC.....	1.492%
8.	Wells Fargo Bank, National Association.....	1.497%
9.	J.P. Morgan Securities LLC.....	1.512%
10.	Frost Bank.....	1.603%
11.	Bank of America Merrill Lynch.....	1.658%
12.	Mesirow Financial, Inc.....	1.689%

# Overview of the General Obligation Refunding Bonds

## Refunding Summary



Refunded Bonds					Annual Savings			
Issue	Maturities	Interest Rates	Amount	Callable	FYE 9/30	Existing D/S	Post-Refunding Net D/S	Savings
Series 2003 C/O	8/15/2020 - 2023	3.70%	\$ 170,000	Currently Callable	2020	536,072	462,470	73,601
Series 2006 C/O	6/15/2020 - 2/15/2026	4.750%	230,783	Currently Callable	2021	7,586,329	7,218,105	368,224
Series 2008A	2/15/2021 - 2028	4.280%	305,000	Currently Callable	2022	7,600,771	7,129,594	471,177
Series 2008B	2/15/2021 - 2028	4.080%	755,000	Currently Callable	2023	7,092,589	6,628,994	463,596
Series 2009 C/O	5/15/2022 - 2028	2.267% - 3.018%	16,480,000	Currently Callable	2024	6,745,758	6,299,344	446,414
Series 2009 G.O. Refunding	8/15/2021 - 2022	3.75% - 4.00%	950,000	Currently Callable	2025	6,749,113	6,300,694	448,419
Series 2009B	5/15/2022 - 2029	1.984% - 2.587%	27,140,000	Currently Callable	2026	6,717,244	6,279,944	437,301
Series 2011A	2/15/2021 - 2037	3.75% - 5.25%	2,885,000	Currently Callable	2027	6,703,725	6,267,194	436,531
Series 2011B	2/15/2021 - 2032	3.75% - 6.00%	1,500,000	Currently Callable	2028	6,710,669	6,272,144	438,526
Series 2011 G.O. Refunding	4/1/2021 - 2023	3.00% - 3.125%	1,665,000	Currently Callable	2029	3,915,833	3,662,944	252,889
			<b>\$ 52,080,783</b>		2030	425,800	336,394	89,406
					2031	427,750	340,294	87,456
					2032	428,363	343,994	84,369
					2033	253,025	203,944	49,081
					2034	252,263	200,128	52,134
					2035	250,975	201,025	49,950
					2036	254,031	201,694	52,338
					2037	251,431	202,250	49,181
								-
						<b>\$ 62,901,741</b>	<b>\$ 58,551,147</b>	<b>\$ 4,350,594</b>

  

Summary of Results	
Par Amount of Refunding Bonds	\$ 50,540,000
True Interest Cost (TIC)	1.37%
<b>Total Debt Service Savings</b>	<b>\$ 4,350,594</b>
<b>Net Present Value Savings (\$)</b>	<b>\$ 3,877,480</b>
<b>Net Present Value Savings (%)</b>	<b>7.445%</b>

*Interest Rates reflect the winning bidder.  
The Bonds will close on June 2, 2020.*

# Overview of the General Obligation Refunding Bonds

Annual Debt Service Schedule for the 2020 General Obligation Refunding Bonds – TIC: 1.368%



<b>Net Debt Service Schedule</b>				
<b>Date</b>	<b>Principal</b>	<b>Coupon</b>	<b>Interest</b>	<b>Total P+I</b>
09/30/2020	-	-	-	-
09/30/2021	3,820,000.00	2.000%	1,222,544.14	5,042,544.14
09/30/2022	6,220,000.00	2.000%	909,593.76	7,129,593.76
09/30/2023	5,840,000.00	2.000%	788,993.76	6,628,993.76
09/30/2024	5,625,000.00	2.000%	674,343.76	6,299,343.76
09/30/2025	5,740,000.00	2.000%	560,693.76	6,300,693.76
09/30/2026	5,835,000.00	2.000%	444,943.76	6,279,943.76
09/30/2027	5,940,000.00	2.000%	327,193.76	6,267,193.76
09/30/2028	6,065,000.00	2.000%	207,143.76	6,272,143.76
09/30/2029	3,570,000.00	3.000%	92,943.76	3,662,943.76
09/30/2030	300,000.00	2.000%	36,393.76	336,393.76
09/30/2031	310,000.00	2.000%	30,293.76	340,293.76
09/30/2032	320,000.00	2.000%	23,993.76	343,993.76
09/30/2033	185,000.00	2.000%	18,943.76	203,943.76
09/30/2034	185,000.00	2.125%	15,128.13	200,128.13
09/30/2035	190,000.00	2.250%	11,025.00	201,025.00
09/30/2036	195,000.00	2.250%	6,693.75	201,693.75
09/30/2037	200,000.00	2.250%	2,250.00	202,250.00
<b>Total</b>	<b>\$50,540,000.00</b>	<b>-</b>	<b>\$5,373,116.14</b>	<b>\$55,913,116.14</b>

# Overview of the General Obligation Refunding Bonds

## Recommendation

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Specialized Public Finance Inc., recommends the City of Amarillo award

the \$50,540,000 General Obligation Refunding Bonds, Series 2020 to

Citigroup Global Markets Inc.





***Ordinance No. 7852***

CERTIFICATES OF OBLIGATION, SERIES 2020



**SPECIALIZED PUBLIC FINANCE INC.**  
FINANCIAL ADVISORY SERVICES

# Overview of the Certificates of Obligation

## Transaction Overview

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- On Monday, May 11<sup>th</sup> at 9:30 A.M., Specialized Public Finance Inc. competitively bid \$8,000,000 Certificates of Obligation, Series 2020 (the “Certificates”).
  
- The Certificates of Obligation will fund \$7,953,075 for improvements at Thompson Park with a 30-year amortization.
  
- The City received seven (**7**) bids on the Certificates with Robert W. Baird & Co., Inc. submitting the winning bid at a true interest cost of **2.591%**.
  
- The Certificates are rated “AAA” by S&P and “Aa1” by Moody’s.
  
- The Bonds have an aggregate project fund deposit of \$7,953,075.
  
- Closing is set to occur on June 2, 2020.
  
- The estimated increased tax payment on a \$100,0000 home (tax value) is \$3.20 annually.

# Overview of the Certificates of Obligation

## Summary of Bids Received



- The spread between the low bid and high bid is approximately 17 basis points.
- All bids were submitted via Parity’s online bidding system.

### Summary of Bids Received on the Certificates

1.	Robert W. Baird & Co., Inc.....	2.591%
2.	UMB Bank, N.A.....	2.680%
3.	FHN Financial Capital Markets.....	2.697%
4.	Citigroup Capital Markets Inc.....	2.709%
5.	The Baker Group.....	2.718%
6.	Morgan Stanley & Co, LLC.....	2.739%
7.	Huntington Securities, Inc.....	2.749%
8.	Frost Bank.....	2.762%

# Overview of the Certificates of Obligation

Annual Debt Service Schedule for the 2020 Certificates of Obligation – TIC: 2.591%



<b>Net Debt Service Schedule</b>				
<b>Date</b>	<b>Principal</b>	<b>Coupon</b>	<b>Interest</b>	<b>Total P+I</b>
09/30/2020	-	-	-	-
09/30/2021	80,000.00	3.000%	269,417.49	349,417.49
09/30/2022	130,000.00	5.000%	219,343.76	349,343.76
09/30/2023	135,000.00	5.000%	212,718.76	347,718.76
09/30/2024	140,000.00	5.000%	205,843.76	345,843.76
09/30/2025	150,000.00	5.000%	198,593.76	348,593.76
09/30/2026	155,000.00	5.000%	190,968.76	345,968.76
09/30/2027	165,000.00	5.000%	182,968.76	347,968.76
09/30/2028	230,000.00	4.000%	174,243.76	404,243.76
09/30/2029	240,000.00	3.000%	166,043.76	406,043.76
09/30/2030	245,000.00	3.000%	158,768.76	403,768.76
09/30/2031	250,000.00	2.000%	152,593.76	402,593.76
09/30/2032	255,000.00	2.000%	147,543.76	402,543.76
09/30/2033	260,000.00	2.000%	142,393.76	402,393.76
09/30/2034	265,000.00	2.000%	137,143.76	402,143.76
09/30/2035	275,000.00	2.125%	131,571.88	406,571.88
09/30/2036	280,000.00	2.250%	125,500.00	405,500.00
09/30/2037	285,000.00	2.375%	118,965.63	403,965.63
09/30/2038	295,000.00	2.375%	112,078.13	407,078.13
09/30/2039	300,000.00	2.500%	104,825.00	404,825.00
09/30/2040	305,000.00	2.500%	97,262.50	402,262.50
09/30/2041	315,000.00	2.625%	89,315.63	404,315.63
09/30/2042	325,000.00	2.625%	80,915.63	405,915.63
09/30/2043	330,000.00	2.625%	72,318.75	402,318.75
09/30/2044	340,000.00	2.625%	63,525.00	403,525.00
09/30/2045	350,000.00	2.625%	54,468.75	404,468.75
09/30/2046	360,000.00	2.625%	45,150.00	405,150.00
09/30/2047	370,000.00	2.625%	35,568.75	405,568.75
09/30/2048	380,000.00	2.625%	25,725.00	405,725.00
09/30/2049	390,000.00	2.625%	15,618.75	405,618.75
09/30/2050	400,000.00	2.625%	5,250.00	405,250.00
<b>Total</b>	<b>\$8,000,000.00</b>	<b>-</b>	<b>\$3,736,645.77</b>	<b>\$11,736,645.77</b>

# Overview of the Certificates of Obligation Recommendation

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Specialized Public Finance Inc., recommends the City of Amarillo award

the \$8,000,000 Certificates of Obligation, Series 2020 to

Robert W. Baird & Co., Inc.



***Ordinance No. 7853***

TAX NOTES, SERIES 2020



**SPECIALIZED PUBLIC FINANCE INC.**  
FINANCIAL ADVISORY SERVICES

# Overview of the Tax Notes

## Transaction Overview

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- On Monday, May 11<sup>th</sup> at 10:00 A.M., Specialized Public Finance Inc. competitively bid \$3,520,000 Tax Notes, Series 2020 (the “Notes”).
- The Tax Notes will fund \$3,680,000 for the purchase of land with and have a 7-year amortization.
- The City received five **(5)** bids on the Notes Citigroup Global Markets Inc. submitting the winning bid at a true interest cost of **1.099%**.
- The Notes are rated “AAA” by S&P and “Aa1” by Moody’s. Both ratings were affirmed as part of the 2020 issuances.
- Closing is set to occur on June 2, 2020.
- The estimated increased tax payment on a \$100,000 home (tax value) is \$5.00 annually.

# Overview of the Tax Notes

## Summary of Bids Received



- The spread between the low bid and high bid is approximately 17 basis points.
- All bids were submitted via Parity’s online bidding system.

### Summary of Bids Received on the Notes

1.	Citigroup Global Markets Inc.....	1.099%
2.	Frost Bank.....	1.167%
3.	The Baker Group.....	1.235%
4.	Raymond James & Associates, Inc.....	1.262%
5.	Robert W. Baird & Co., Inc.....	1.270%



# Overview of the Tax Notes

Annual Debt Service Schedule for the 2020 Tax Notes – TIC: 1.099%



<b>Net Debt Service Schedule</b>				
<b>Date</b>	<b>Principal</b>	<b>Coupon</b>	<b>Interest</b>	<b>Total P+I</b>
09/30/2020	-	-	-	-
09/30/2021	455,000.00	2.000%	99,249.72	554,249.72
09/30/2022	485,000.00	2.000%	72,350.00	557,350.00
09/30/2023	490,000.00	2.000%	62,600.00	552,600.00
09/30/2024	500,000.00	2.000%	52,700.00	552,700.00
09/30/2025	515,000.00	3.000%	39,975.00	554,975.00
09/30/2026	530,000.00	3.000%	24,300.00	554,300.00
09/30/2027	545,000.00	3.000%	8,175.00	553,175.00
<b>Total</b>	<b>\$3,520,000.00</b>	<b>-</b>	<b>\$359,349.72</b>	<b>\$3,879,349.72</b>

Specialized Public Finance Inc., recommends the City of Amarillo award

the \$3,520,000 Tax Notes, Series 2020 to

Citigroup Global Markets Inc.



***Ordinance No. 7854***

**WATERWORKS AND SEWER SYSTEM REVENUE REFUNDING BONDS, NEW SERIES  
2020A**



**SPECIALIZED PUBLIC FINANCE INC.**  
FINANCIAL ADVISORY SERVICES

# Overview of the Waterworks and Sewer System Revenue Refunding Bonds



## Transaction Overview

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- On Monday, May 11<sup>th</sup> at 1:00 P.M., Specialized Public Finance Inc. competitively bid \$9,775,000 Waterworks and Sewer System Revenue Refunding Bonds, New Series 2020A (the “Bonds”).
- The City received ten **(10)** bids on the Bonds with Robert W. Baird & Co., Inc. submitting the winning bid at a true interest cost of **1.541%**.
- The Bonds are rated “AAA” by S&P.
- The Bonds will refund the Series 2011 issue and provide total debt service savings of **\$1,485,157** and **\$1,351,098** on a net present value basis or **13.2%** of the refunded bonds.
- Closing is set to occur on June 2, 2020.

# Overview of the Waterworks and Sewer System Revenue Refunding Bonds

## Summary of Bids Received



- The spread between the low bid and high bid is approximately 22 basis points.
- All bids were submitted via Parity’s online bidding system.

### *Summary of Bids Received on Waterworks and Sewer System Revenue Refunding Bonds*

1.	Robert W. Baird & Co., Inc.....	1.541%
2.	J.P. Morgan Securities LLC.....	1.551%
3.	SWBC Investment Services, LLC.....	1.563%
4.	HilltopSecurities.....	1.568%
5.	Huntington Securities, Inc.....	1.574%
6.	Citigroup Global Markets Inc.....	1.587%
7.	FHN Financial Capital Markets.....	1.587%
8.	Raymond James & Associates, Inc.....	1.589%
9.	Frost Bank.....	1.630%
10.	Bank of America Merrill Lynch.....	1.763%

# Overview of the Waterworks and Sewer System Revenue Refunding Bonds

## Refunding Summary



<b>Refunded Bonds</b>					<b>Annual Savings</b>			
Issue	Maturities	Interest Rates	Amount	Callable	FYE 9/30	Existing D/S	Post-Refunding Net D/S	Savings
WW & SS Rev Bds New Ser 2011	2021-2031	3.00% - 4.125%	\$ 10,230,000	4/1/2020	2020	\$ -	\$ (4,373)	4,373
					2021	1,149,238	1,013,179	136,059
					2022	1,156,738	1,024,550	132,188
					2023	1,159,438	1,023,750	135,688
					2024	1,157,038	1,022,650	134,388
					2025	1,158,438	1,026,250	132,188
					2026	1,163,438	1,031,050	132,388
					2027	1,171,838	1,034,950	136,888
					2028	1,173,438	1,037,950	135,488
					2029	1,183,438	1,050,050	133,388
					2030	1,191,438	1,055,950	135,488
					2031	1,197,438	1,060,800	136,638
						\$ 12,861,913	\$ 11,376,756	\$ 1,485,157
<b>Summary of Results</b>								
Par Amount of Refunding Bonds				\$ 9,775,000				
True Interest Cost (TIC)				1.54%				
<b>Total Debt Service Savings</b>				<b>\$ 1,485,157</b>				
<b>Net Present Value Savings (\$)</b>				<b>\$ 1,351,098</b>				
<b>Net Present Value Savings (%)</b>				<b>13.207%</b>				

*Interest Rates reflect the winning bidder.*  
*The Bonds will close on June 2, 2020.*

# Overview of the Waterworks and Sewer System Revenue Refunding Bonds

Annual Debt Service Schedule for the New Series 2020A Bonds – TIC: 1.541%



<b>Net Debt Service Schedule</b>				
<b>Date</b>	<b>Principal</b>	<b>Coupon</b>	<b>Interest</b>	<b>Total P+I</b>
09/30/2020	-	-	-	-
09/30/2021	805,000.00	2.000%	208,178.75	1,013,178.75
09/30/2022	790,000.00	2.000%	234,550.00	1,024,550.00
09/30/2023	805,000.00	2.000%	218,750.00	1,023,750.00
09/30/2024	820,000.00	2.000%	202,650.00	1,022,650.00
09/30/2025	840,000.00	3.000%	186,250.00	1,026,250.00
09/30/2026	870,000.00	3.000%	161,050.00	1,031,050.00
09/30/2027	900,000.00	3.000%	134,950.00	1,034,950.00
09/30/2028	930,000.00	3.000%	107,950.00	1,037,950.00
09/30/2029	970,000.00	3.000%	80,050.00	1,050,050.00
09/30/2030	1,005,000.00	3.000%	50,950.00	1,055,950.00
09/30/2031	1,040,000.00	2.000%	20,800.00	1,060,800.00
<b>Total</b>	<b>\$9,775,000.00</b>	<b>-</b>	<b>\$1,606,128.75</b>	<b>\$11,381,128.75</b>

# Overview of the Waterworks and Sewer System Revenue Refunding Bonds

## Sources and Uses of Funds for the New Series 2020A Bonds



<b>Sources &amp; Uses</b>	
<b>Dated 06/02/2020   Delivered 06/02/2020</b>	
<b>Sources Of Funds</b>	
Par Amount of Bonds	\$9,775,000.00
Reoffering Premium	691,184.25
<b>Total Sources</b>	<b>\$10,466,184.25</b>
<b>Uses Of Funds</b>	
Total Underwriter's Discount (0.496%)	48,527.61
Costs of Issuance	99,000.00
Deposit to Current Refunding Fund	10,314,283.47
Rounding Amount	4,373.17
<b>Total Uses</b>	<b>\$10,466,184.25</b>



# Overview of the Waterworks and Sewer System Revenue Refunding Bonds Recommendation

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Specialized Public Finance Inc., recommends the City of Amarillo award  
the \$9,775,000 Waterworks and Sewer System Revenue Refunding Bonds, New Series 2020A to

Robert W. Baird & Co., Inc.