

BAIRD

Town of Boulder Junction

Town Board Meeting

February 27, 2018

Justin A. Fischer, Senior Vice President

jfischer@rwbaird.com

777 East Wisconsin Avenue
Milwaukee, WI 53202
Phone 414.765.3827



Town of Boulder Junction

TOWN BOARD MEETING

The logo for BAIRD is a black parallelogram tilted to the right, with the word "BAIRD" in white, bold, sans-serif capital letters inside.

Timeline

- Road Planning Committee considers Financing Plan December 5, 2017
- Town Board considers Financing Plan January 23, 2018
 - Preparations are made for Note Anticipation Note issuance
 - ✓ Offering Document
 - ✓ Marketing
- Town Board considers NAN award resolution (finalizes terms and interest rates) February 27, 2018
- Town Board adopts "Parameters Resolution" for the Refunding Bonds February 27, 2018
 - Authority for final sign-off of the bond sale, within designated Parameters, is delegated to Chairman and Clerk/Treasurer
 - Provides additional flexibility to lock-in final rates between Board meetings and when the timing is optimal
- ✕ • Note Anticipation Note Closing (Town receives funds) March 20, 2018
- Preparation of necessary Bond documentation to obtain credit rating and sell the Bonds Ongoing Process
- Bond Rating Call with Town/Baird/S&P Rating Agency TBD
- If market is strong, interest rates are low and meet Board's parameters, sell the Bonds After Bond Rating Obtained
- General Obligation Refunding Bonds Closing TBD

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Borrowing Amount / Structure / Purpose

	FINAL	PRELIMINARY
Amount:	\$5,000,000	\$5,000,000
Closing Date:	March 20, 2018	May 1, 2018
Issue:	Note Anticipation Note	General Obligation Refunding Bonds
Maturity:	September 20, 2018	March 1, 2019 – 2035 (17 Years)
First Interest:	September 20, 2018	March 1, 2019
Callable:	June 20, 2018	TBD
Purpose:	Road Improvement Projects	Refinance 2018 NAN
True Interest Rate:	2.58%	3.74%

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Hypothetical Financing Plan

YEAR DUE	EXISTING DEBT SERVICE	Road Projects \$5,000,000 NAN - FINAL Dated March 20, 2018 (Due 9/20/18)	Refund 2018 NAN \$5,000,000 G.O. REFUNDING BONDS Dated May 1, 2018 (First interest 3/1/19)	COMBINED DEBT SERVICE	COMBINED MILL RATE (A)	YEAR DUE
		INTEREST TIC= 2.58%	PRINCIPAL (3/1) INTEREST (3/1 & 9/1) TIC= 3.74% TOTAL			
2018	\$245,253	\$32,250		\$245,253	\$0.51	2018
2019	\$243,951		\$40,000	\$535,551	\$1.12	2019
2020	\$173,327		\$175,000	\$533,652	\$1.11	2020
2021	\$119,705		\$240,000	\$538,805	\$1.12	2021
2022	\$122,885		\$240,000	\$534,785	\$1.11	2022
2023	\$120,845		\$250,000	\$535,395	\$1.11	2023
2024	\$123,565		\$255,000	\$535,540	\$1.12	2024
2025	\$121,045		\$265,000	\$534,756	\$1.11	2025
2026	\$123,313		\$270,000	\$533,063	\$1.11	2026
2027	\$120,368		\$285,000	\$535,821	\$1.12	2027
2028	\$122,195		\$290,000	\$533,018	\$1.11	2028
2029	\$123,710		\$300,000	\$533,675	\$1.11	2029
2030	\$119,983		\$315,000	\$532,096	\$1.11	2030
2031	\$121,005		\$335,000	\$538,981	\$1.12	2031
2032	\$121,728		\$345,000	\$534,914	\$1.11	2032
2033	\$117,243		\$365,000	\$534,986	\$1.11	2033
2034			\$505,000	\$538,821	\$1.12	2034
2035			\$525,000	\$536,419	\$1.12	2035
	<u>\$2,240,119</u>		<u>\$5,000,000</u>	<u>\$9,345,531</u>	<u>IMPACT=</u> <u>\$0.61</u>	
			<u>\$2,105,413</u>			
			<u>\$7,105,413</u>			

(A) Mill rate based on 2017 Assessed Valuation (TID-OUT) of \$480,232,100 with annual growth of 0.00%.

Note: Planning estimates only. Significant changes in market conditions will require adjustments to current financing illustration. If interest rates move higher, the interest cost will be higher.