



# MEMORANDUM

## City of Venice

### Finance Department

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TO: Honorable Mayor and Council Members

THROUGH: Ed Lavalley, ICMA-CM, MPA, City Manager

FROM: Linda Senne, Finance Director

DATE: May 18, 2020

COUNCIL APPROVAL: Yes

MEETING DATE: May 26, 2020

STRATEGIC PLAN GOAL: Ensure a Financially Sound City

SUBJECT: Defeasance of the City's Outstanding Utility System Revenue Bonds, Series 2012, Resolution 2020-13

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Background: Together with Larson Consulting Services LLC, the City's Financial Advisor, we reviewed the city's outstanding debt for restructuring opportunities to maximize the city's cash and achieve debt service savings since interest rates are at historically low levels. The analysis revealed significant net savings of \$1.5 million.

We have determined that it is in the City's best interest to cash defease the City's Utility System Revenue Bonds, Series 2012 and follow up with a subsequent new money Series 2020 bond issue.

See the Memorandum from Larson Consulting Services LLC for additional details.

Requested Action: Approve Resolution No. 2020-13

If for an agenda item, this document and any associated backup created by City of Venice staff has been reviewed for ADA compliance: N/A

City Attorney Review/Approved: Yes

Risk Management Review: N/A

Finance Department Review/Approved: Yes

Funds Availability (account number): Utility Fund