



Chicago Park District

Legislation Details (With Text)

File #:	20-1199-0909	Name:	GO Unlimited Tax Bonds NTE \$130M (Harbors facilities)
Type:	Action Item	Status:	Passed
File created:	8/31/2020	In control:	Board of Commissioners
On agenda:	9/9/2020	Final action:	9/9/2020
Title:	ORDINANCE AUTHORIZING THE ISSUANCE OF GENERAL OBLIGATION UNLIMITED TAX BONDS (HARBOR FACILITIES REVENUES ALTERNATE REVENUE SOURCE) IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$130,000,000 OF SERIES 2020F IN ONE OR MORE SERIES		
Sponsors:	Chief Financial Officer, Treasurer		
Indexes:	Bond		
Code sections:			
Attachments:	1. Bond Ordinance Pamphlet Form		

Date	Ver.	Action By	Action	Result
9/10/2020	2	Board of Commissioners	approved	Pass
9/9/2020	1	Board of Commissioners	approved	Pass

ORDINANCE AUTHORIZING THE ISSUANCE OF GENERAL OBLIGATION UNLIMITED TAX BONDS (HARBOR FACILITIES REVENUES ALTERNATE REVENUE SOURCE) IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$130,000,000 OF SERIES 2020F IN ONE OR MORE SERIES

To: The Honorable Board of Commissioners of the Chicago Park District

I. Recommendation

It is recommended that the Board of Commissioners (the "Board") of the Chicago Park District (the "District") adopt an ordinance to authorize and provide for the issuance and delivery of bonds in an aggregate amount not to exceed \$130,000,000 and allocated among the series of bonds as follows (collectively, the "2020 Harbor ARS Bonds"): (i) \$4,000,000 General Obligation Unlimited Tax Bonds, Series 2020F-1 (Harbor Facilities Revenues Alternate Revenue Source) for the purpose of improving the District's existing harbor facilities including but not limited to the foregoing harbor and marina improvements: breakwaters, seawalls, piers, docks, boat launching, mooring, docking, storing and repairing facilities, and all other costs related to the harbor and marina improvements; and \$126,000,000 General Obligation Unlimited Tax Refunding Bonds, Series 2020F-2, for the purpose of refunding certain outstanding debt obligations of the District. The ordinance also authorizes the execution of one or more bond orders prescribing the details of the 2020 Harbor ARS Bonds, including the designation of series of the 2020 Harbor ARS Bonds, the execution of a Bond Purchase Agreement with the underwriters identified below, the execution of a Continuing Disclosure Undertaking to effect compliance with Rule 15c2-12 of the Securities and Exchange Commission, payment of costs of the issuance, and the collection of harbor facilities revenues for the payment of the principal and interest on the 2020 Harbor ARS Bonds. The General Superintendent and other officers of the District are authorized to do, or cause to be done, all things necessary to accomplish the issuance of the 2020 Harbor ARS Bonds.

II. Transaction Team

Co-Bond Counsel: Chapman and Cutler LLP
111 West Monroe Street

Chicago, IL 60603

Underwriters' Counsel:

Miller Canfield <<http://www.millercanfield.com/>>

225 West Washington, Suite 2600

Chicago, IL 60606

IceMiller LLP*

200 West Madison Street, Suite 3500

Chicago, IL 60606

*Underwriters' Counsel is chosen directly by the Underwriters

Issuer's Counsel:

Hardwick Law Firm, LLC

20 South Clark Street, Suite 2120

Chicago, IL 60603

Disclosure Counsel:

Shaw Legal Services, Ltd.

540 North Briar Place, Suite B

Chicago, IL 60657

Underwriters:

Bank of America Securities

540 West Madison Street, 28th Floor

Chicago, IL 60661

Siebert Williams Shank & Co., LLC

625 North Michigan Avenue, Suite 1740

Chicago, Illinois 60611

Academy Securities, Inc.

550 West Van Buren Street, Suite 1410

Chicago, IL 60607

Podesta & Co.

1448 North Lake Shore Drive

Chicago, IL 60610

Samuel A Ramirez & Co., Inc.

200 North LaSalle Street, Suite 1900

Chicago, IL 60601

II. Transaction Team (continued)

Stifel, Nicolaus & Company, Incorporated

10 South Wacker Drive, 15th Floor

Chicago, IL 60606

Financial Advisor:

Acacia Financial Group

221 North LaSalle Street, Suite 1500

Chicago, IL 60601

**Independent Registered
Municipal Advisor (IRMA):**

Columbia Capital Management, LLC

150 North Michigan Avenue, Suite 2800

Chicago, IL 60601

**Bond Registrar/Paying Agent/
Escrow Agent and Depository:**

Amalgamated Bank of Chicago | Corporate Trust
30 North LaSalle Street
Chicago, IL 60602

Verification Agent:

Robert Thomas CPA, LLC
8221 Ensley Lane
Shawnee Mission, KS 66206

Printer:

ImageMaster, LLC
1182 Oak Valley Drive
Ann Arbor, MI 48108

III. Budget and Financial Information

A. Use of Proceeds

Budget Classification:	Capital Funds
Fiscal Year(s):	2020 Capital Improvement Plan
Source of Funds:	Bond Proceeds

B. Repayment Information

Budget Classification:	Operating Funds
Fiscal Year(s):	2020-2040 (20 years)
Source of Funds:	Harbor Facilities Revenues and in the event revenues are insufficient, a property tax levy will be extended.

III. Budget and Financial Information (continued)

C. Refunding Information

If market conditions allow on the day of pricing, the District will currently refund callable bonds to achieve annual debt service savings. As described below, the bonds to be refunded will be selected at the time of pricing to achieve annual debt service.

IV. Explanation

The 2020 Harbor ARS Bonds will be sold through a negotiated sale with the underwriters and are expected to be issued on a tax-exempt basis. The interest rate on the Bonds shall not exceed 6.00% and the maximum maturity date shall not be later than January 1, 2040. The proposed ordinance authorizes the following:

IV. Explanation (continued)

General Obligation Unlimited Tax Bonds, Series 2020F-1 (Harbor Facilities Revenues Alternate Revenue Source) (the “Harbor Capital Project Bonds”) (i) issue not to exceed \$4,000,000 in the Harbor Capital

Project Bonds to finance improvements to the District's existing harbor facilities including but not limited to the foregoing harbor and marina improvements: breakwaters, seawalls, piers, docks, boat launching, mooring, docking, storing and repairing facilities, and all other costs related to the harbor and marina improvements; (ii) execute a bond order prescribing the details of the Harbor Capital Project Bonds; (iii) pay capitalized interest and costs of issuance; and (iv) provide for levy and collection of taxes to pay interest and principal on the Harbor Capital Project Bonds.

General Obligation Unlimited Tax Refunding Bonds, Series 2020F-2 (the "Harbor Refunding Bonds"): (i) issue not to exceed \$126,000,000 of the Series 2020F-2 Harbor Refunding Bonds to refund all or a portion of certain maturities of the District's currently callable General Obligation Unlimited Tax Bonds (Harbor Facilities Revenues Alternate Revenue Source), Series 2010C) (collectively, the "Refunded Bonds"), (ii) execute a bond orders prescribing the details of the Harbor Refunding Bonds, (iii) p costs of issuance, and (iv) provide for levy and collection of taxes to pay interest and principal on the Harbor Refunding Bonds. The Harbor Refunding Bonds will be of similar maturities of the Refunded Bonds being refunded and result in debt service savings.

As described above, the Bonds will be sold to the underwriters pursuant to a Bond Purchase Agreement approved by the ordinance. The expected sale of the Bonds will occur in late spring (subject to market conditions).

V. General Conditions

1. *Conflicts:* No agreement authorized herein shall be legally binding on the Chicago Park District if entered into in violation of the provisions of the Public Officer Prohibited Activities Act, 50 ILCS 105/0.01 *et seq.*

V. General Conditions (continued)

2. *Ethics:* The Chicago Park District's Ethics Code, Chapter III of the Code of the Chicago Park District, shall be incorporated into and made part of all agreements authorized herein.