



Town of Prescott Valley, Arizona

Pledged Revenue Refunding Obligation, Series 2015 (Private Placement)

Council Work Study Session

October 15, 2015

STIFEL

Presented By:

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Certificate Candidates Identified



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Financing Type	Dated Date	Original Par Amount	Maturity Range / \$ Amount	Rate Range
Certificates of Participation, Series 2007 ⁽¹⁾	12/27/2007	\$15,910,000	2020-2027 / \$8,190,000	4.125%-4.500%

¹ Optional Prepayment. The 2007 Certificates payable as to principal on or after January 1, 2018 will be subject to optional prepayment, at the direction of the Town, on any date on or after January 1, 2017, in whole or in part, at a prepayment price equal to the principal amount evidenced thereby plus interest with respect thereto to the prepayment date, without premium.

Refunding Analysis



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Estimated Net Present Value Savings: ~\$624,000 (7.6% of par value refunded)¹

Period End July 1	Prior Certificates Being Refunded	Pledged Revenue Refunding Obligation, Series 2015			Gross Savings	PV Savings
	Debt Service	Principal	Interest	Debt Service		
2016	\$355,513	\$ 200,000	\$132,774	\$ 332,774	\$ 22,738	\$ 21,785
2017	355,513	130,000	204,323	334,323	21,190	19,751
2018	355,513	130,000	201,229	331,229	24,284	22,213
2019	355,513	135,000	198,076	333,076	22,437	19,961
2020	1,217,363	950,000	185,164	1,135,164	82,199	73,750
2021	1,220,238	975,000	162,257	1,137,257	82,981	72,795
2022	1,215,969	995,000	138,814	1,133,814	82,155	70,465
2023	1,213,909	1,020,000	114,835	1,134,835	79,074	66,311
2024	1,214,394	1,045,000	90,262	1,135,262	79,132	64,908
2025	1,212,909	1,065,000	65,153	1,130,153	82,757	66,415
2026	1,208,750	1,090,000	39,508	1,129,508	79,242	62,212
2027	1,211,663	1,115,000	13,269	1,128,269	83,394	64,068
Totals	\$ 11,137,244	\$ 8,850,000	\$ 1,545,661	\$ 10,395,661	\$ 741,583	\$ 624,635

✓ *Savings can be structured to achieve client objectives*

For example:

- 1) Level cash flow savings*
- 2) Up-front cash flow savings*
- 3) Tail-end savings*

Estimated All-in-TIC¹: 2.66%

¹ Based upon interest rates provided on 9/23/2015.

The above analysis was performed with no changes to the term or structure of the debt service from the current outstanding bond issues.

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