

Kenai Peninsula Borough
Finance Department

MEMORANDUM

TO: Brent Hibbert, Assembly President
Members, Kenai Peninsula Borough Assembly

THRU: Charlie Pierce, Mayor CP

FROM: Brandi Harbaugh, Finance Director BH

DATE: June 3, 2021

SUBJECT: Resolution 2021-041, Approving the Kenai Peninsula Borough's Participation in a Proposed Refinancing by the Alaska Municipal Bond Bank of its General Obligation Bonds that Provided Funds to Purchase the Education Capital Improvement General Obligation Bond, Series 2011 of the Kenai Peninsula Borough, Under Loan Agreement Between the Kenai Peninsula Borough and the Alaska Municipal Bond Bank; and the Alaska Municipal Bond Bank; and Authorizing the Kenai Peninsula Borough's Mayor to designee to Approve a Revised Schedule of Principal and Interest Payments on the Kenai Peninsula Borough's 2011 Bond, in Accordance with the Loan Agreement, as Amended, and Providing for Related Matters (Mayor)

Due to reductions in long term interest rates, the Alaska Municipal Bond Bank (AMBB) has determined that a portion of the outstanding 2011 School Bond could be refinanced, with potential savings to the residents of the Kenai Peninsula Borough of approximately \$45,000 in interest over the remaining life of the debt.

The attached resolution authorizes the AMBB to refinance the current outstanding bonds to take advantage of the current lower long-term interest rates.

Your consideration of this resolution is appreciated.