

General Obligation Bonds, Series 2022

November 16, 2021

Request Adoption of Resolution No. 3796

- Sale and Issuance of General Obligation (G.O.) Bonds
- Draft Plan of Finance anticipates the use of G.O. bonds to fund \$292 million of capital investments for:
 - Maritime and Economic Development
 - Northwest Seaport Alliance (NWSA) North Harbor
- 2022 bonds to provide first tranche

Purpose of the Bonds

Purpose	Description	Amount (\$ million)
Refund for savings	G.O. bonds issued in 2011 – estimated \$2 million present value savings	\$24.4
Refinance for debt management	Commercial Paper issued to fund long-term investments at T91 eligible for G.O. bonds	17.7
Funding for capital projects	First tranche of G.O. funding described in the Draft Plan of Finance	<u>75.0</u> ⁽¹⁾
Total Funding		\$117.1
(1) estimate		

Fund Capital Investments

Under Construction:

Completion of Terminal 5 Modernization



In Design:

- Pier 66 Shore Power
- Terminal 91 Berths 6 & 8
- Terminal 91 Uplands Development (Phase I)
- Fishermen's Terminal Maritime Innovation Center

Flexibility to use bond proceeds on projects as needed

- Actual use requires project authorization

Resolution No. 3796

- Similar in all material respect to other G.O. Bond resolutions
 - Provides delegation to Executive Director or Chief Financial Officer to approve bond sale
- Tax status: taxable for investors ⁽¹⁾
- Provides funding for issuance related costs
- Bonds to be sold competitively ⁽²⁾

Delegation Limits:

- Maximum Par Amount: \$135.0 million
- Maximum Interest Rate: 4.5%
- Minimum Savings Rate: 2.0%
- Bond sale must occur within six months of adoption
- Exceeding limits requires further authorization

(1) Option for a tax-exempt private activity series

(2) Option for negotiated sale

Next Steps

- Meetings with credit rating agencies December 7
- Bond sale anticipated in mid-January