

**TOWN OF FAIRFAX  
STAFF REPORT**

**To: Mayor, Members of the Town Council**

**From: Michael Rock, Town Manager**  
**Michael Vivrette, Finance Director** 

**Date: March 7, 2012**

**Subject: Presentation of Results of GO Bond Sale and Refinance February 15, 2012**

**RECOMMENDATION**

Accept and file report. Presentation by Mark Pressman of Wulf, Hansen & Co.

**DISCUSSION**

The Town of Fairfax and the Fairfax Financing Authority authorized the sale of \$2,880,000 of Revenue Bonds (Series 2012) to (1) refinance existing bonds issued in 2002 at a more favorable interest rate and (2) finance the acquisition and construction of public capital improvements consistent with the intent of the original bond issue.

The bond bidding and award was February 15, 2012.

Six bidders participated, each submitting bids with 16 interest rates for each of the years remaining on the bond. The individual coupon rates bid varied from 2% to 4%. The lowest overall interest rate bidder was Mitsubishi UFJ Securities of San Francisco which likely means the securities will be marketed locally. The highest bid was 2.627338% and the winning, or lowest bid was 2.118578%.

The Bond sale closed March 1<sup>st</sup>. The Town added \$185,469 to funds available for capital improvements.

Ratepayers will realize savings for the remainder to the bond term in excess of \$20,000 per year.