

The logo for the law firm BAIRD, consisting of the word "BAIRD" in white, serif, all-caps font, set against a dark blue, trapezoidal background that tapers to the right.

City of Waukesha

Presentation to Finance Committee

July 15, 2014

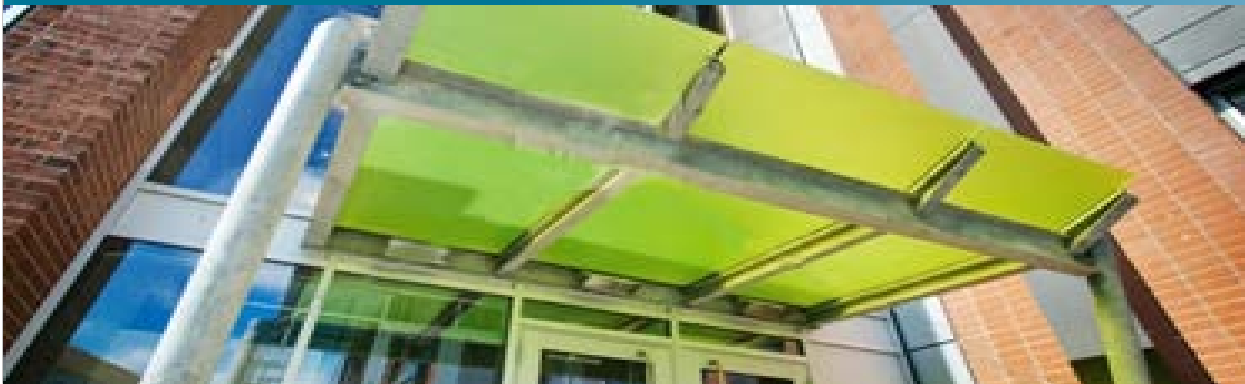
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City of Waukesha

PRESENTATION TO FINANCE COMMITTEE

July 15, 2014



Timeline

- Finance Committee considers plan of finance / initial resolution..... July 15, 2014
- City Council considers plan of finance / initial resolution July 15, 2014
 - Preparations are made for issuance
 - ✓ Official Statement
 - ✓ Bond Rating
 - ✓ Marketing
- City Council considers award resolution (finalizes terms and interest rates) August 19, 2014
- Closing (funds available)September 9, 2014

Borrowing Amount / Structure / Purpose

Amount:	\$1,115,000
Issue:	Taxable G.O. Promissory Notes
Purpose:	Developer Incentive (TIF#23)
Structure:	Matures April 1, 2018-2024
First Interest:	April 1, 2015
Callable:	April 1, 2022
Estimated Interest Rate:	3.47%

City of Waukesha

PRESENTATION TO FINANCE COMMITTEE

July 15, 2014

Example Financing Plan – Taxable G.O. Promissory Notes (TIF#23)



Assumptions	
Annual Inflation During Life of TID.....	1.00%
2013 Gross Tax Rate (per \$1000 Equalized Value).....	\$22.76
Annual Adjustment to tax rate.....	0.00%
Investment rate.....	0.50%
Data above dashed line are actual	

Example New Issue	
\$1,115,000	
Taxable G.O. Promissory Notes	
Dated September 9, 2014	
Amount for Projects.....	\$975,000
Cap. Interest (thru 10/1/17).....	\$108,073
Admin, legal, planning.....	\$0
Special Projects.....	\$0
Cost of Issuance (est.).....	\$30,875
Rounding.....	\$1,052
Less: Reoffering Premium.....	\$0

Year	Background Data					Revenues			Expenditures			TID Status			Year
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)	
	TIF District Valuation (January 1)	Inflation Increment	Construction Increment	TIF Increment Over Base	Tax Rate	Tax Revenue	Investment Proceeds	Total Revenues	Principal	Interest	Debt Service	Annual Balance	Year End Cumulative Balance	Cost Recovery	
	Base Value \$4,023,900		(1)		(2)				(4/1)	(4/1 & 10/1)			(December 31)		
2014	\$4,023,900	\$40,239		\$40,239	\$21.87	\$0	\$0	\$0				\$0	\$108,073		2014
2015	\$4,064,139	\$40,641	\$6,500,000	\$6,580,880	\$21.87	\$0	\$540	\$540		\$37,463	\$37,463	(\$36,922)	\$71,150	Expenditures Recovered	2015
2016	\$10,604,780	\$106,048		\$6,686,928	\$21.87	\$880	\$356	\$1,236		\$35,305	\$35,305	(\$34,069)	\$37,081	Expenditures Recovered	2016
2017	\$10,710,828	\$107,108		\$6,794,036	\$21.87	\$143,901	\$185	\$144,086		\$35,305	\$35,305	\$108,781	\$145,862	Expenditures Recovered	2017
2018	\$10,817,936	\$108,179		\$6,902,216	\$21.87	\$146,220	\$729	\$146,949	\$100,000	\$34,280	\$134,280	\$12,669	\$158,532	Expenditures Recovered	2018
2019	\$10,926,116	\$109,261		\$7,011,477	\$21.87	\$148,562	\$793	\$149,355	\$145,000	\$31,443	\$176,443	(\$27,088)	\$131,444	Expenditures Recovered	2019
2020	\$11,035,377	\$110,354		\$7,121,831	\$21.87	\$150,927	\$657	\$151,585	\$150,000	\$27,455	\$177,455	(\$25,870)	\$105,573	Expenditures Recovered	2020
2021	\$11,145,731	\$111,457		\$7,233,288	\$21.87	\$153,317	\$528	\$153,844	\$170,000	\$22,603	\$192,603	(\$38,758)	\$66,815	Expenditures Recovered	2021
2022	\$11,257,188	\$112,572		\$7,345,860	\$21.87	\$155,730	\$334	\$156,064	\$175,000	\$16,950	\$191,950	(\$35,886)	\$30,929	Expenditures Recovered	2022
2023	\$11,369,760	\$113,698		\$7,459,558	\$21.87	\$158,167	\$155	\$158,321	\$185,000	\$10,645	\$195,645	(\$37,324)	(\$6,395)	Expenditures Recovered	2023
2024	\$11,483,458	\$114,835		\$7,574,392	\$21.87	\$160,628	\$0	\$160,628	\$190,000	\$3,658	\$193,658	(\$33,029)	(\$39,424)	Expenditures Recovered	2024
2025	\$11,598,292	\$115,983		\$7,690,375	\$21.87	\$163,115	\$0	\$163,115				\$163,115	\$123,691	Expenditures Recovered	2025
2026	\$11,714,275	\$117,143		\$7,807,518	\$21.87	\$165,626	\$618	\$166,244				\$166,244	\$289,935	Expenditures Recovered	2026
2027	\$11,831,418	\$118,314		\$7,925,832	\$21.87	\$168,162	\$1,450	\$169,611				\$169,611	\$459,546	Expenditures Recovered	2027
2028	\$11,949,732	\$119,497		\$8,045,329	\$21.87	\$170,723	\$2,298	\$173,021				\$173,021	\$632,567	Expenditures Recovered	2028
2029	\$12,069,229	\$120,692		\$8,166,022	\$21.87	\$173,310	\$3,163	\$176,473				\$176,473	\$809,041	Expenditures Recovered	2029
2030	\$12,189,922	\$121,899		\$8,287,921	\$21.87	\$175,923	\$4,045	\$179,969				\$179,969	\$989,009	Expenditures Recovered	2030
2031	\$12,311,821	\$123,118		\$8,411,039	\$21.87	\$178,562	\$4,945	\$183,508				\$183,508	\$1,172,517	Expenditures Recovered	2031
2032	\$12,434,939	\$124,349		\$8,535,388	\$21.87	\$181,228	\$5,863	\$187,091				\$187,091	\$1,359,607	Expenditures Recovered	2032
2033	\$12,559,288				\$21.87	\$183,920	\$6,798	\$190,718				\$190,718	\$1,550,325	Expenditures Recovered	2033
2034						\$186,639	\$7,752	\$194,391				\$194,391	\$1,744,716	Expenditures Recovered	2034
						\$2,965,540	\$41,208	\$3,006,749	\$1,115,000	\$255,105	\$1,370,105				

Type of TID: Industrial

2014 TID Inception

2029 Final Year to Incur TIF Related Costs

2034 Maximum Legal Life of TID (27 Years)

(1) Increment per City Estimates.

(2) 2014 tax rate reflects an \$0.89 adjustment due to Wisconsin Act 145. This will increase state aid to technical college districts and lower levy amounts.