

October 3, 2017

## Special Obligation Refunding Bonds Pricing Results

The City of Republic, Missouri successfully sold \$4,080,000 of Special Obligation Refunding Bonds on October 3<sup>rd</sup>.

- The City secured an underlying rating of “A+” for the 2017 Bonds from Standard & Poor’s.
  - The City’s issuer credit rating was upgraded during the rating process to “AA-” due to improvement in the City’s economy as well as positive financial operations.
- The City received orders from a variety of banks and trust departments, including Commerce Trust Company, First Bankers Bank and MultiBank.
  - With aggressive pricing and a lack of supply in the Missouri market, Stifel was able to lower interest rates by as much as 5 basis points (0.05%) in many maturities between pre-pricing and final pricing.
- Cash flow savings to the City in excess of \$1,000,000 over the next 8 years.
  - Targeted savings for the City’s general fund.

Below is a summary of the refunding analysis from pre-pricing to final pricing.

City of Republic, Missouri 2017 Special Obligation Refunding Bonds		
	Pre-Pricing Yields 10/2/2017	Final Pricing Yields 10/3/2017
Total Debt Service	\$4,463,763	\$4,457,633
Net Present Value Savings	\$174,507	\$176,425
Cumulative Savings	\$999,409	\$1,005,539
Net Present Value Savings (%)	3.591%	3.630%
All-In True Interest Cost	2.582%	2.579%

City of Republic, Missouri 2017 Special Obligation Refunding Bonds			
	Pre-Pricing Yields 10/2/2017	Final Pricing Yields 10/3/2017	Difference in Yields from 10/2 to 10/3
5/1/2018	1.200%	1.150%	-0.050%
5/1/2019	1.300%	1.250%	-0.050%
5/1/2020	1.450%	1.400%	-0.050%
5/1/2021	1.550%	1.530%	-0.020%
5/1/2022	1.800%	1.800%	0.000%
5/1/2023	2.000%	2.000%	0.000%
5/1/2024	2.200%	2.150%	-0.050%
5/1/2025	2.400%	2.350%	-0.050%