



Finance Department

Presentation to the City of Houston Budget and Fiscal Affairs Committee

Upcoming Financial Transactions

June 10th 2014

Presented By:
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Agenda

- Convention and Entertainment Facility Hotel Occupancy Tax and Special Revenue and Refunding Bonds, Series 2014



Convention & Entertainment Facilities Series 2014

- The City has identified approximately \$50 million of the City's Convention & Entertainment Facilities Department Hotel Occupancy Tax (HOT) and Special Revenue Refunding Bonds, Series 2012 that are currently callable at attractive present value savings.
- The current proposed transaction is in response to current favorable market conditions.
- The FWG recommends issuing the Series 2014 Bonds to refinance the currently outstanding bonds at lower current market interest rates and produce a estimated \$2.9 million in present value savings



Convention & Entertainment Facilities Series 2014

- Additionally, this transaction will have a new debt issuance of an estimated \$50 million in senior lien debt.
- The proceeds from this new debt will be applied to pay the costs of the Convention District's plan to redesign Avenida De Las Americas and the front entrance of the George R. Brown Convention Center.
- These proposed redesigns address:
 - The need for more street level activity
 - Poor arrival experience due to congested sidewalks, small interior lobbies that provide constrained ability for event ticketing, registration, queuing and crowd management.
- This transaction will have a total not to exceed amount of \$100 million.
- An RCA is expected to be submitted before June 18th 2014.

* This presentation constitutes the written recommendation of the Finance Working Group.



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Questions?