



Detroit bonds get very favorable interest rate

Adriane Davis posted on 8/20/2015 9:07:00 AM

- Lower rates save city \$2.2 million in annual payments

When the bankruptcy court approved the City of Detroit's Plan of Adjustment last December, it was projected the city would be required to pay an interest rate of 5.75% on the bonds it planned to sell to finance many of its post-bankruptcy expenses. Today, the City learned that its overall interest rate will be 4.44%, more than a full percentage point lower than projected.

The difference will save the city an estimated \$2.2 million per year during the 15-year life of the bonds, said Mayor Mike Duggan. The 4.4% rate also is lower than the 5% the city paid on the last rounds of general obligation bonds it issued in 2005 and 2008.

Mayor Duggan thanked legislators, who passed PA 17, which strengthened the security on the bonds and gave investors added confidence.

"Without the support of the legislature, Detroit taxpayers would not have realized these savings," said Mayor Duggan. "This lower interest rate is another sign of the growing confidence we are seeing regarding Detroit's financial management."

Earlier this month, the City announced it had earned an investment grade rating on the \$245 million bonds it was preparing for sale. It already had saved an estimated \$5 million in interest on \$30 million of financed debt it decided to pay off early, thanks to Judge Steven Rhodes successful mediation, which significantly reduced professional fees originally billed to the city by bankruptcy consultants. In FY 2014-15, the City also recorded its first balanced budget in more than a decade.

Chief Financial Officer, John Hill, credited the city's elected leadership, as well as the staff of the Office of the Chief Financial Officer, for the improvements Detroit is producing in its financial management.

"Working with a team that is engaged and personally committed to moving our City forward as a model of financial excellence and integrity has allowed us to make real progress."

Categories: [Press Releases](#), [Mayor](#) | Tags: | View Count: (97) | [Return](#)

MICHIGAN FINANCE AUTHORITY
Local Government Loan Program Bonds, Series 2014F-1&2
(City of Detroit Financial Recovery Income Tax Revenue and Refunding Local Project Bonds)
Selected Statistics – FINAL
August 19, 2015

Original Principal Amount: \$275,000,000
Less City Pre-Payment: \$30,000,000
New Principal Amount: \$245,000,000

Assumed Interest Rate Under POA: 5.75%
Actual Interest Rate Achieved: 4.44% Overall (Includes 4.38% for Series F1 and 4.60% for Series F2)

Spread to Indices: Series F1: In 2029, MMD “AAA” +1.94%
Series F2: In 2022, 5Y UST + 3.00%

Reduction in Total Interest Paid, vs. POA: \$27,238,579 Gross (approximately \$1,945,613 per year on average);
\$21,937,877 NPV

<u>Fiscal Year</u>	<u>Debt Service Reduction</u>	<u>Present Value</u>
2016	\$1,857,184	\$1,815,954
2017	3,183,744	3,002,861
2018	3,183,744	2,873,846
2019	3,106,550	2,684,420
2020	2,893,627	2,393,581
2021	2,602,436	2,060,511
2022	2,285,231	1,731,832
2023	1,955,035	1,418,181
2024	1,642,441	1,140,257
2025	1,355,806	900,993
2026	1,105,531	703,051
2027	883,594	537,957
2028	648,500	378,099
2029	399,469	223,226
2030	135,688	73,105
Total	\$27,238,579	\$21,937,877

Maximum Annual Debt Service: \$34,153,921 (vs \$36,241,919)

TABLE OF CONTENTS

Michigan Finance Authority
Local Government Loan Program Bonds, Series 2014F-1&2
(City of Detroit Financial Recovery Income Tax Revenue and Refunding Local Project Bonds)
FINAL REOFFERING STRUCTURE, WITH ESTIMATED COI
AS OF 8/19/15

Report	Page
Sources and Uses of Funds	1
Bond Pricing	2
Bond Summary Statistics	3
Bond Debt Service	4
Cost of Issuance	5
 Tax-Exempt Series 2014F-1 Bonds	
Bond Debt Service	6
Form 8038 Statistics	7
Bond Summary Statistics	8
 Taxable Series 2014F-2 Bonds	
Bond Debt Service	9
Form 8038 Statistics	10
Bond Summary Statistics	11

SOURCES AND USES OF FUNDS

Michigan Finance Authority
 Local Government Loan Program Bonds, Series 2014F-1&2
 (City of Detroit Financial Recovery Income Tax Revenue and Refunding Local Project Bonds)
 FINAL REOFFERING STRUCTURE, WITH ESTIMATED COI
 AS OF 8/19/15

Dated Date 09/01/2015
 Delivery Date 09/01/2015

Sources:	Tax-Exempt Series 2014F-1 Bonds	Taxable Series 2014F-2 Bonds	Total
Bond Proceeds:			
Par Amount	134,725,000.00	110,275,000.00	245,000,000.00
Other Sources of Funds:			
City Pre-payment		30,000,000.00	30,000,000.00
	134,725,000.00	140,275,000.00	275,000,000.00
Uses:			
Project Fund Deposits:			
Deposit to Prior Bonds Refunding Fund (Principal)	61,300,000.00	58,700,000.00	120,000,000.00
Deposit to Prior Bonds Refunding Fund (Interest)	53,637.50	51,362.50	105,000.00
Deposit to Bond Proceeds Fund-RRI	58,064,834.10	27,619,889.69	85,684,723.79
Deposit to Bond Proceeds Fund-Claims Payment		37,969,926.26	37,969,926.26
	119,418,471.60	124,341,178.45	243,759,650.05
Other Fund Deposits:			
Debt Service Reserve Fund	13,472,500.00	14,027,500.00	27,500,000.00
Delivery Date Expenses:			
Cost of Issuance	819,889.37	853,661.63	1,673,551.00
Underwriter's Discount	673,625.00	701,375.00	1,375,000.00
	1,493,514.37	1,555,036.63	3,048,551.00
Other Uses of Funds:			
Additional Proceeds	340,514.03	351,284.92	691,798.95
	134,725,000.00	140,275,000.00	275,000,000.00

Note: Additional Proceeds includes \$687,500 originally allocated from COI for Barclays as Placement Agent, which will not be payable.

BOND PRICING

Michigan Finance Authority
 Local Government Loan Program Bonds, Series 2014F-1&2
 (City of Detroit Financial Recovery Income Tax Revenue and Refunding Local Project Bonds)
 FINAL REOFFERING STRUCTURE, WITH ESTIMATED COI
 AS OF 8/19/15

Bond Component	Maturity Date	Amount	Rate	Yield	Price
Tax-Exempt Series 2014F-1 Bonds, Serials:					
	10/01/2020	2,000,000	3.400%	3.400%	100.000
	10/01/2021	2,000,000	3.600%	3.600%	100.000
	10/01/2022	2,000,000	3.800%	3.800%	100.000
	10/01/2023	15,375,000	3.875%	3.875%	100.000
	10/01/2024	16,285,000	4.000%	4.000%	100.000
		<u>37,660,000</u>			
Tax-Exempt Series 2014F-1 Bonds, Term Bond 2029:					
	10/01/2025	17,245,000	4.500%	4.500%	100.000
	10/01/2026	18,265,000	4.500%	4.500%	100.000
	10/01/2027	19,350,000	4.500%	4.500%	100.000
	10/01/2028	20,495,000	4.500%	4.500%	100.000
	10/01/2029	21,710,000	4.500%	4.500%	100.000
		<u>97,065,000</u>			
Taxable Series 2014F-2 Bonds, Term Bond 2022:					
	10/01/2018	13,425,000	4.600%	4.600%	100.000
	10/01/2019	23,605,000	4.600%	4.600%	100.000
	10/01/2020	22,950,000	4.600%	4.600%	100.000
	10/01/2021	24,390,000	4.600%	4.600%	100.000
	10/01/2022	25,905,000	4.600%	4.600%	100.000
		<u>110,275,000</u>			
		<u>245,000,000</u>			

Dated Date	09/01/2015	
Delivery Date	09/01/2015	
First Coupon	10/01/2015	
Par Amount	245,000,000.00	
Original Issue Discount		
Production	245,000,000.00	100.000000%
Underwriter's Discount	-1,375,000.00	-0.561224%
Purchase Price	243,625,000.00	99.438776%
Accrued Interest		
Net Proceeds	243,625,000.00	

BOND SUMMARY STATISTICS

Michigan Finance Authority
 Local Government Loan Program Bonds, Series 2014F-1&2
 (City of Detroit Financial Recovery Income Tax Revenue and Refunding Local Project Bonds)
 FINAL REOFFERING STRUCTURE, WITH ESTIMATED COI
 AS OF 8/19/15

Dated Date	09/01/2015
Delivery Date	09/01/2015
Last Maturity	10/01/2029
Arbitrage Yield	4.439868%
True Interest Cost (TIC)	4.522342%
Net Interest Cost (NIC)	4.505986%
All-In TIC	4.623573%
Average Coupon	4.439849%
Average Life (years)	8.486
Duration of Issue (years)	6.972
Par Amount	245,000,000.00
Bond Proceeds	245,000,000.00
Total Interest	92,306,316.43
Net Interest	93,681,316.43
Total Debt Service	337,306,316.43
Maximum Annual Debt Service	34,153,921.26
Average Annual Debt Service	23,950,744.36
Underwriter's Fees (per \$1000)	
Average Takedown	
Other Fee	5.612245
Total Underwriter's Discount	5.612245
Bid Price	99.438776

Bond Component	Par Value	Price	Average Coupon	Average Life	PV of 1 bp change
Term Bond 2022	110,275,000.00	100.000	4.600%	5.317	66,165.00
Serials	37,660,000.00	100.000	3.905%	8.197	26,245.35
Term Bond 2029	97,065,000.00	100.000	4.500%	12.198	99,976.95
	245,000,000.00			8.486	192,387.30

	TIC	All-In TIC	Arbitrage Yield
Par Value	245,000,000.00	245,000,000.00	245,000,000.00
+ Accrued Interest			
+ Premium (Discount)			
- Underwriter's Discount	-1,375,000.00	-1,375,000.00	
- Cost of Issuance Expense		-1,673,551.00	
- Other Amounts			
Target Value	243,625,000.00	241,951,449.00	245,000,000.00
Target Date	09/01/2015	09/01/2015	09/01/2015
Yield	4.522342%	4.623573%	4.439868%

BOND DEBT SERVICE

Michigan Finance Authority
 Local Government Loan Program Bonds, Series 2014F-1&2
 (City of Detroit Financial Recovery Income Tax Revenue and Refunding Local Project Bonds)
 FINAL REOFFERING STRUCTURE, WITH ESTIMATED COI
 AS OF 8/19/15

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
10/01/2015			908,646.35	908,646.35	
04/01/2016			5,451,878.13	5,451,878.13	
06/30/2016					6,360,524.48
10/01/2016			5,451,878.13	5,451,878.13	
04/01/2017			5,451,878.13	5,451,878.13	
06/30/2017					10,903,756.26
10/01/2017			5,451,878.13	5,451,878.13	
04/01/2018			5,451,878.13	5,451,878.13	
06/30/2018					10,903,756.26
10/01/2018	13,425,000	4.600%	5,451,878.13	18,876,878.13	
04/01/2019			5,143,103.13	5,143,103.13	
06/30/2019					24,019,981.26
10/01/2019	23,605,000	4.600%	5,143,103.13	28,748,103.13	
04/01/2020			4,600,188.13	4,600,188.13	
06/30/2020					33,348,291.26
10/01/2020	24,950,000	** %	4,600,188.13	29,550,188.13	
04/01/2021			4,038,338.13	4,038,338.13	
06/30/2021					33,588,526.26
10/01/2021	26,390,000	** %	4,038,338.13	30,428,338.13	
04/01/2022			3,441,368.13	3,441,368.13	
06/30/2022					33,869,706.26
10/01/2022	27,905,000	** %	3,441,368.13	31,346,368.13	
04/01/2023			2,807,553.13	2,807,553.13	
06/30/2023					34,153,921.26
10/01/2023	15,375,000	3.875%	2,807,553.13	18,182,553.13	
04/01/2024			2,509,662.50	2,509,662.50	
06/30/2024					20,692,215.63
10/01/2024	16,285,000	4.000%	2,509,662.50	18,794,662.50	
04/01/2025			2,183,962.50	2,183,962.50	
06/30/2025					20,978,625.00
10/01/2025	17,245,000	4.500%	2,183,962.50	19,428,962.50	
04/01/2026			1,795,950.00	1,795,950.00	
06/30/2026					21,224,912.50
10/01/2026	18,265,000	4.500%	1,795,950.00	20,060,950.00	
04/01/2027			1,384,987.50	1,384,987.50	
06/30/2027					21,445,937.50
10/01/2027	19,350,000	4.500%	1,384,987.50	20,734,987.50	
04/01/2028			949,612.50	949,612.50	
06/30/2028					21,684,600.00
10/01/2028	20,495,000	4.500%	949,612.50	21,444,612.50	
04/01/2029			488,475.00	488,475.00	
06/30/2029					21,933,087.50
10/01/2029	21,710,000	4.500%	488,475.00	22,198,475.00	
06/30/2030					22,198,475.00
	245,000,000		92,306,316.43	337,306,316.43	337,306,316.43

Note: Interest rates are preliminary.

COST OF ISSUANCE

Michigan Finance Authority
 Local Government Loan Program Bonds, Series 2014F-1&2
 (City of Detroit Financial Recovery Income Tax Revenue and Refunding Local Project Bonds)
 FINAL REOFFERING STRUCTURE, WITH ESTIMATED COI
 AS OF 8/19/15

Cost of Issuance	\$/1000	Amount
Ancillary Placement Expenses (Dalcomp, DTC, CUSIP)	0.20408	50,000.00
Cravath Swaine Moore	0.17320	42,433.00
Dykema	0.61224	150,000.00
McDermott Will Emery	0.99800	244,509.00
First Southwest	0.40816	100,000.00
Dickinson Wright	0.65306	160,000.00
Travel and Related Expenses: 10/24 RA Presentation	0.00429	1,051.00
Comerica Bank, as Depository	0.06122	15,000.00
UMB Bank, as Trustee	0.06122	15,000.00
Depository Counsel	0.10204	25,000.00
Trustee Counsel	0.10204	25,000.00
Barclays Legal Reserve	1.27779	313,058.00
Credit Rating Agencies	2.04082	500,000.00
Printing and Distribution of the Offering Document	0.04082	10,000.00
Electronic Roadshow	0.03061	7,500.00
Investor Presentation	0.04082	10,000.00
Travel and Related Expenses for Financing Team	0.02041	5,000.00
	6.83082	1,673,551.00

BOND DEBT SERVICE

Michigan Finance Authority
Tax-Exempt Series 2014F-1 Bonds

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
10/01/2015			485,925.52	485,925.52	
04/01/2016			2,915,553.13	2,915,553.13	
06/30/2016					3,401,478.65
10/01/2016			2,915,553.13	2,915,553.13	
04/01/2017			2,915,553.13	2,915,553.13	
06/30/2017					5,831,106.26
10/01/2017			2,915,553.13	2,915,553.13	
04/01/2018			2,915,553.13	2,915,553.13	
06/30/2018					5,831,106.26
10/01/2018			2,915,553.13	2,915,553.13	
04/01/2019			2,915,553.13	2,915,553.13	
06/30/2019					5,831,106.26
10/01/2019			2,915,553.13	2,915,553.13	
04/01/2020			2,915,553.13	2,915,553.13	
06/30/2020					5,831,106.26
10/01/2020	2,000,000	3.400%	2,915,553.13	4,915,553.13	
04/01/2021			2,881,553.13	2,881,553.13	
06/30/2021					7,797,106.26
10/01/2021	2,000,000	3.600%	2,881,553.13	4,881,553.13	
04/01/2022			2,845,553.13	2,845,553.13	
06/30/2022					7,727,106.26
10/01/2022	2,000,000	3.800%	2,845,553.13	4,845,553.13	
04/01/2023			2,807,553.13	2,807,553.13	
06/30/2023					7,653,106.26
10/01/2023	15,375,000	3.875%	2,807,553.13	18,182,553.13	
04/01/2024			2,509,662.50	2,509,662.50	
06/30/2024					20,692,215.63
10/01/2024	16,285,000	4.000%	2,509,662.50	18,794,662.50	
04/01/2025			2,183,962.50	2,183,962.50	
06/30/2025					20,978,625.00
10/01/2025	17,245,000	4.500%	2,183,962.50	19,428,962.50	
04/01/2026			1,795,950.00	1,795,950.00	
06/30/2026					21,224,912.50
10/01/2026	18,265,000	4.500%	1,795,950.00	20,060,950.00	
04/01/2027			1,384,987.50	1,384,987.50	
06/30/2027					21,445,937.50
10/01/2027	19,350,000	4.500%	1,384,987.50	20,734,987.50	
04/01/2028			949,612.50	949,612.50	
06/30/2028					21,684,600.00
10/01/2028	20,495,000	4.500%	949,612.50	21,444,612.50	
04/01/2029			488,475.00	488,475.00	
06/30/2029					21,933,087.50
10/01/2029	21,710,000	4.500%	488,475.00	22,198,475.00	
06/30/2030					22,198,475.00
	134,725,000		65,336,075.60	200,061,075.60	200,061,075.60

Note: Interest rates are preliminary.

FORM 8038 STATISTICS

Michigan Finance Authority
Tax-Exempt Series 2014F-1 Bonds

Dated Date 09/01/2015
Delivery Date 09/01/2015

Bond Component	Date	Principal	Coupon	Price	Issue Price	Redemption at Maturity
Serials:						
	10/01/2020	2,000,000.00	3.400%	100.000	2,000,000.00	2,000,000.00
	10/01/2021	2,000,000.00	3.600%	100.000	2,000,000.00	2,000,000.00
	10/01/2022	2,000,000.00	3.800%	100.000	2,000,000.00	2,000,000.00
	10/01/2023	15,375,000.00	3.875%	100.000	15,375,000.00	15,375,000.00
	10/01/2024	16,285,000.00	4.000%	100.000	16,285,000.00	16,285,000.00
Term Bond 2029:						
	10/01/2025	17,245,000.00	4.500%	100.000	17,245,000.00	17,245,000.00
	10/01/2026	18,265,000.00	4.500%	100.000	18,265,000.00	18,265,000.00
	10/01/2027	19,350,000.00	4.500%	100.000	19,350,000.00	19,350,000.00
	10/01/2028	20,495,000.00	4.500%	100.000	20,495,000.00	20,495,000.00
	10/01/2029	21,710,000.00	4.500%	100.000	21,710,000.00	21,710,000.00
		134,725,000.00			134,725,000.00	134,725,000.00

	Maturity Date	Interest Rate	Issue Price	Stated Redemption at Maturity	Weighted Average Maturity	Yield
Final Maturity	10/01/2029	4.500%	21,710,000.00	21,710,000.00		
Entire Issue			134,725,000.00	134,725,000.00	11.0798	4.4399%

Proceeds used for accrued interest	0.00
Proceeds used for bond issuance costs (including underwriters' discount)	1,493,514.37
Proceeds used for credit enhancement	0.00
Proceeds allocated to reasonably required reserve or replacement fund	0.00

BOND SUMMARY STATISTICS

Michigan Finance Authority
Tax-Exempt Series 2014F-1 Bonds

Dated Date	09/01/2015
Delivery Date	09/01/2015
Last Maturity	10/01/2029
Arbitrage Yield	4.439868%
True Interest Cost (TIC)	4.426670%
Net Interest Cost (NIC)	4.422073%
All-In TIC	4.497672%
Average Coupon	4.376946%
Average Life (years)	11.080
Duration of Issue (years)	8.838
Par Amount	134,725,000.00
Bond Proceeds	134,725,000.00
Total Interest	65,336,075.60
Net Interest	66,009,700.60
Total Debt Service	200,061,075.60
Maximum Annual Debt Service	22,198,475.00
Average Annual Debt Service	14,205,520.16
Underwriter's Fees (per \$1000)	
Average Takedown	
Other Fee	5.000000
Total Underwriter's Discount	5.000000
Bid Price	99.500000

Bond Component	Par Value	Price	Average Coupon	Average Life	PV of 1 bp change
Serials	37,660,000.00	100.000	3.905%	8.197	26,245.35
Term Bond 2029	97,065,000.00	100.000	4.500%	12.198	99,976.95
	134,725,000.00			11.080	126,222.30

	TIC	All-In TIC	Arbitrage Yield
Par Value	134,725,000.00	134,725,000.00	134,725,000.00
+ Accrued Interest			
+ Premium (Discount)			
- Underwriter's Discount	-673,625.00	-673,625.00	
- Cost of Issuance Expense		-819,889.37	
- Other Amounts			
Target Value	134,051,375.00	133,231,485.63	134,725,000.00
Target Date	09/01/2015	09/01/2015	09/01/2015
Yield	4.426670%	4.497672%	4.439868%

BOND DEBT SERVICE

Michigan Finance Authority
Taxable Series 2014F-2 Bonds

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
10/01/2015			422,720.83	422,720.83	
04/01/2016			2,536,325.00	2,536,325.00	
06/30/2016					2,959,045.83
10/01/2016			2,536,325.00	2,536,325.00	
04/01/2017			2,536,325.00	2,536,325.00	
06/30/2017					5,072,650.00
10/01/2017			2,536,325.00	2,536,325.00	
04/01/2018			2,536,325.00	2,536,325.00	
06/30/2018					5,072,650.00
10/01/2018	13,425,000	4.600%	2,536,325.00	15,961,325.00	
04/01/2019			2,227,550.00	2,227,550.00	
06/30/2019					18,188,875.00
10/01/2019	23,605,000	4.600%	2,227,550.00	25,832,550.00	
04/01/2020			1,684,635.00	1,684,635.00	
06/30/2020					27,517,185.00
10/01/2020	22,950,000	4.600%	1,684,635.00	24,634,635.00	
04/01/2021			1,156,785.00	1,156,785.00	
06/30/2021					25,791,420.00
10/01/2021	24,390,000	4.600%	1,156,785.00	25,546,785.00	
04/01/2022			595,815.00	595,815.00	
06/30/2022					26,142,600.00
10/01/2022	25,905,000	4.600%	595,815.00	26,500,815.00	
06/30/2023					26,500,815.00
	110,275,000		26,970,240.83	137,245,240.83	137,245,240.83

Note: Interest rates are preliminary.

FORM 8038 STATISTICS

Michigan Finance Authority
Taxable Series 2014F-2 Bonds

Dated Date 09/01/2015
Delivery Date 09/01/2015

Bond Component	Date	Principal	Coupon	Price	Issue Price	Redemption at Maturity
Term Bond 2022:						
	10/01/2018	13,425,000.00	4.600%	100.000	13,425,000.00	13,425,000.00
	10/01/2019	23,605,000.00	4.600%	100.000	23,605,000.00	23,605,000.00
	10/01/2020	22,950,000.00	4.600%	100.000	22,950,000.00	22,950,000.00
	10/01/2021	24,390,000.00	4.600%	100.000	24,390,000.00	24,390,000.00
	10/01/2022	25,905,000.00	4.600%	100.000	25,905,000.00	25,905,000.00
		110,275,000.00			110,275,000.00	110,275,000.00

	Maturity Date	Interest Rate	Issue Price	Stated Redemption at Maturity	Weighted Average Maturity	Yield
Final Maturity	10/01/2022	4.600%	25,905,000.00	25,905,000.00		
Entire Issue			110,275,000.00	110,275,000.00	5.3168	4.4399%

Proceeds used for accrued interest	0.00
Proceeds used for bond issuance costs (including underwriters' discount)	1,555,036.63
Proceeds used for credit enhancement	0.00
Proceeds allocated to reasonably required reserve or replacement fund	0.00

BOND SUMMARY STATISTICS

Michigan Finance Authority
Taxable Series 2014F-2 Bonds

Dated Date	09/01/2015
Delivery Date	09/01/2015
Last Maturity	10/01/2022
Arbitrage Yield	4.439868%
True Interest Cost (TIC)	4.738504%
Net Interest Cost (NIC)	4.719625%
All-In TIC	4.907614%
Average Coupon	4.600000%
Average Life (years)	5.317
Duration of Issue (years)	4.739
Par Amount	110,275,000.00
Bond Proceeds	110,275,000.00
Total Interest	26,970,240.83
Net Interest	27,671,615.83
Total Debt Service	137,245,240.83
Maximum Annual Debt Service	27,517,185.00
Average Annual Debt Service	19,375,798.71
Underwriter's Fees (per \$1000)	
Average Takedown	
Other Fee	6.360236
Total Underwriter's Discount	6.360236
Bid Price	99.363976

Bond Component	Par Value	Price	Average Coupon	Average Life	PV of 1 bp change
Term Bond 2022	110,275,000.00	100.000	4.600%	5.317	66,165.00
	110,275,000.00			5.317	66,165.00

	TIC	All-In TIC	Arbitrage Yield
Par Value	110,275,000.00	110,275,000.00	110,275,000.00
+ Accrued Interest			
+ Premium (Discount)			
- Underwriter's Discount	-701,375.00	-701,375.00	
- Cost of Issuance Expense		-853,661.63	
- Other Amounts			
Target Value	109,573,625.00	108,719,963.37	110,275,000.00
Target Date	09/01/2015	09/01/2015	09/01/2015
Yield	4.738504%	4.907614%	4.439868%

CITY OF DETROIT CONTRACT SUBMISSION TO FINANCIAL REVIEW COMMISSION
THE FOLLOWING CONTRACTS ARE BEING SENT TO THE FRC FOR REVIEW AND APPROVAL PURSUANT TO
SECTION 6, SUBSECTION 6 OF THE MICHIGAN FINANCIAL REVIEW COMMISSION ACT
For August 24, 2015 Meeting

Updated Listing: Prepared By: Boysie Jackson, Chief Procurement Officer - 8/10/2015

City Council and Water Board Approvals Through August 10, 2015

	Department	Contract Number	Description	Competitively Bid	Lowest Bid	City Council Approval Date	Office of the Chief Financial Officer Approval Date	Comments
--	------------	-----------------	-------------	-------------------	------------	----------------------------	---	----------

CONTRACTS GREATER THAN \$750K

1	PLANNING AND DEVELOPMENT	2911278	Contract Amount: \$918,767.75 (New Contract) Contract Period: Upon Approval from FRC through 12/31/2022 Source: 100% Federal Funding Purpose: To Provide Demolition and Redevelopment of Former Southwestern High School Contractor: North American Commerce Center, LLC Location: 6632 Telegraph Road, Suite 350, Bloomfield Hills, MI 48301	Investment Agreement	Investment Agreement	07/28/15	8/24/2015	Contract will employ 100s of jobs by 2021. Company will invest up to \$30M to Project
2	GENERAL SERVICES	2654324	Contract Amount: \$1,673,463.94 (Increase of Funds and Extension of Time) Contract Period: 5/3/2015 through 5/2/2019 Source: 33.4% City, 6.0% State, 24.1% Federal, 36.5% QOL Funding Purpose: To Provide Software that will Provide Automation of Fuel Usage and Property Management at DDOT and GSD Garages Contractor: AssetWorks, LLC Location: 998 Old Eagle School Road, Suite 1215, Wayne, PA 19087	Proprietary Software	Proprietary Software	07/28/15	8/24/2015	Original Contract Amount: \$4,235,366.88. Original contract date is November 3, 2014 through May 2, 2015
3	HOUSING AND REVITALIZATION	2898967	Contract Amount: \$1,500,000.00 (Increase of Funds and Extension of Time) Contract Period: 7/1/2015 through 6/30/2016 Source: 100% Federal Funding Purpose: To Provide for the Planning and Development Support for Eligible CDBG Economic Activities for the City of Detroit Contractor: Invest Detroit Foundation Location: 600 Renaissance Center, Suite 1710, Detroit, MI 48243	Foundation Agreement	Foundation Agreement	07/28/15	8/24/2015	Contract Increase: \$750,000.00. Original contract amount was \$750,000.00 and original contract date is 7/1/2014 through 6/30/2015.
4	INNOVATION AND TECHNOLOGY	2780852	Contract Amount: \$3,000,000.00 (Increase of Funds) Contract Period: 1/23/2015 through 1/23/2016 Source: 33% City Funding, 67% QOL Funding Purpose: To Provide Network Support and Equipment (Leased and Purchased) Contractor: Groundwork0 Location: Ford Field, 2000 Brush Street, Suite 262, Detroit, MI 48226	Exercising Renewal Option	Exercising Renewal Option	08/06/15	8/24/2015	Renewal necessary so DoIT can continue support of City's Voice Data Infrastructure. Total Contract Amount: \$12,500,000.00 This Amendment is for increase of funds only. Previous contract amount is \$9,500,000.00.

CONTRACTS GREATER THAN 2 YEARS

			No Contracts Submitted for this category					
--	--	--	--	--	--	--	--	--

	Department	Contract Number	Description	Competitively Bid	Lowest Bid	City Council Approval Date	Office of the Chief Financial Officer Approval Date	Comments
--	------------	-----------------	-------------	-------------------	------------	----------------------------	---	----------

WITH 1 ENTITY, WITHIN 1 YEAR, GREATER THAN \$750K

5	DETROIT BUILDING AUTHORITY	2881148	Contract Amount: \$429,968.81 (Increase of Funds and Extension of Time) Contract Period: 7/1/2015 through 6/30/2016 Source: 100% City Funding Purpose: To Provide Cleaning Services for Public Safety Headquarters Contractor: Preferred Building Services Location: 719 Griswold, Suite 2100, Detroit, MI 48226	Exercising Renewal Option	Exercising Renewal Option	7/28/2015	8/24/2015	Total Contract Amount: \$746,852.81. This Amendment #2 is for increase of funds and extension of time. The original amount was approved by the EM for \$316,884.00. The current contract period was July 1, 2014 through June 30, 2015. The increase in funds includes a reimbursement to DBA for \$113K.
6	DETROIT BUILDING AUTHORITY	2881154	Contract Amount: \$684,700.00 (Increase of Funds and Extension of Time) Contract Period: 7/1/2015 through 6/30/2016 Source: 100% City Funding Purpose: To Provide Security Services for the Public Safety Headquarters Contractor: Eagle Security Services, LLC Location: 500 Griswold Avenue, Suite 400, Detroit, MI 48226	Exercising Renewal Option	Exercising Renewal Option	07/28/15	8/24/2015	The Original Contract amount was approved by the EM for \$617,500. The original contract period was July 1, 2013 through June 30, 2014. Amendment #1 was approved by City Council on 1/13/15 and approved by FRC on 2/26/15 in the amount of \$658,000.00 and extended contract period to June 30, 2015. This Amendment #2 is for increase of funds and extension of time.

DEPARTMENT OF WATER AND SEWERAGE CONTRACTS

CONTRACTS GREATER THAN \$750,000.00

			No Contracts Submitted for this Category					
--	--	--	--	--	--	--	--	--

CONTRACTS GREATER THAN OR EQUAL TO 2 YEARS

			No Contracts Submitted for this Category					
--	--	--	--	--	--	--	--	--