



DeKalb County Government

Manuel J. Maloof Center
1300 Commerce Drive
Decatur, Georgia 30030

Legislation Text

File #: 2023-0726, Version: 1

Public Hearing: YES NO **Department:** Finance

SUBJECT:

Commission District(s): All Commission Districts

A resolution authorizing the Issuance and Sale of Tax Anticipation Notes (TAN) for 2023, due December 19, 2023 in the aggregate principal amount of \$78,000,000, to Truist Bank, for the purposes of obtaining a temporary loan to pay current expenses during the 2023 calendar year. PFM Financial Advisors LLC, the County's Municipal Advisor, will conduct a competitive process.

Information Contact: Dianne McNabb, CFO and Bob Atkins, Deputy Director of Finance/Treasurer

Phone Number: 404-371-2174 and 678-910-5638

PURPOSE:

To consider adopting a resolution authorizing the Issuance and Sale of Tax Anticipation Notes, due December 19, 2023 in the aggregate principal amount of \$78,000,000, to Truist Bank, for the purposes of obtaining a temporary loan to pay current expenses during the 2023 calendar year.

NEED/IMPACT:

The County funds a significant amount the annual budget from property taxes collected primarily in September, October, and November, while the expenditures of those revenues are generally incurred ratably throughout the year. As a result, the issuance of a temporary loan or Tax Anticipation Note is necessary in order to bridge the cash flow until property taxes are received.

FISCAL IMPACT:

Net Interest Cost (NIC) of 4.31% (\$1,718,253) plus an estimated Cost of Issuance of \$50,000.

RECOMMENDATION:

Adopt the attached resolution and authorize the Chief Executive Officer and the Chief Financial Officer to execute all necessary documents in connection with this matter.