

Scott County / SECC Infrastructure and Radio Update

History of SECC Financing

Consolidation began 2007.

Financing:

- County – Radio Equipment / Radios; \$10,445,000 Taxable General Obligation Build America Bonds; Payable through 2029. Interest rates 1.5% - 5.8%. Current coupons 4.9% - 5.8%; \$6,190,000 Outstanding 6/30/19; Payable through 2029 – Proposed refinancing. Funded through E911 Funds
- City of Davenport – Building Bonds; \$10,125,000 General Obligation 2009 Build America Bonds; Interest Rates 2.0% - 5.8%; Refinanced in 2017;
 - \$6,380,000 Outstanding; Interest rates 2.0% - 3.0%; Payable through 2027. Funded through SECC operations levy.
- Iowa Homeland Security and Emergency Management Agency Grant Funding of \$2,700,000 for subscriber radios.

Current Operations funded through County supplemental tax levy; part of urban tax levy; all taxpayers – urban / rural / residential / commercial / industrial / agricultural property.

2019 Project Summary

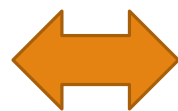
| | Iowa | Illinois | Total |
|--|------------------|----------------|------------------|
| Racom Infrastructure | \$3,130,296 | \$1,096,548 | \$4,226,844 |
| Civil Work | 1,759,920 | 1,607,080 | 3,367,000 |
| Professional Services (Consultant / Engineer) | 544,167 | 365,833 | 910,000 |
| Contingency | <u>1,000,000</u> | <u>750,000</u> | <u>1,750,000</u> |
| Infrastructure Investment | \$6,434,383 | \$3,819,461 | \$10,253,844 |
| Subscriber Equipment | \$5,423,666 | \$1,995,246 | \$7,418,912 |
| One-time Costs | \$11,858,049 | \$5,814,707 | \$17,672,756 |
| 10 Year Tower Lease | \$1,090,667 | \$477,333 | \$1,568,000 |
| 10 Year Infrastructure Maintenance | \$2,102,121 | \$1,594,470 | \$3,696,591 |
| 10 Year Subscriber Equipment Maintenance | \$1,393,342* | \$470,004 | \$1,863,346 |

Radio Subscriber Equipment

Detailed list of portable, mobile and control units developed with consultation of RACOM, SECC Director and True North Consulting.

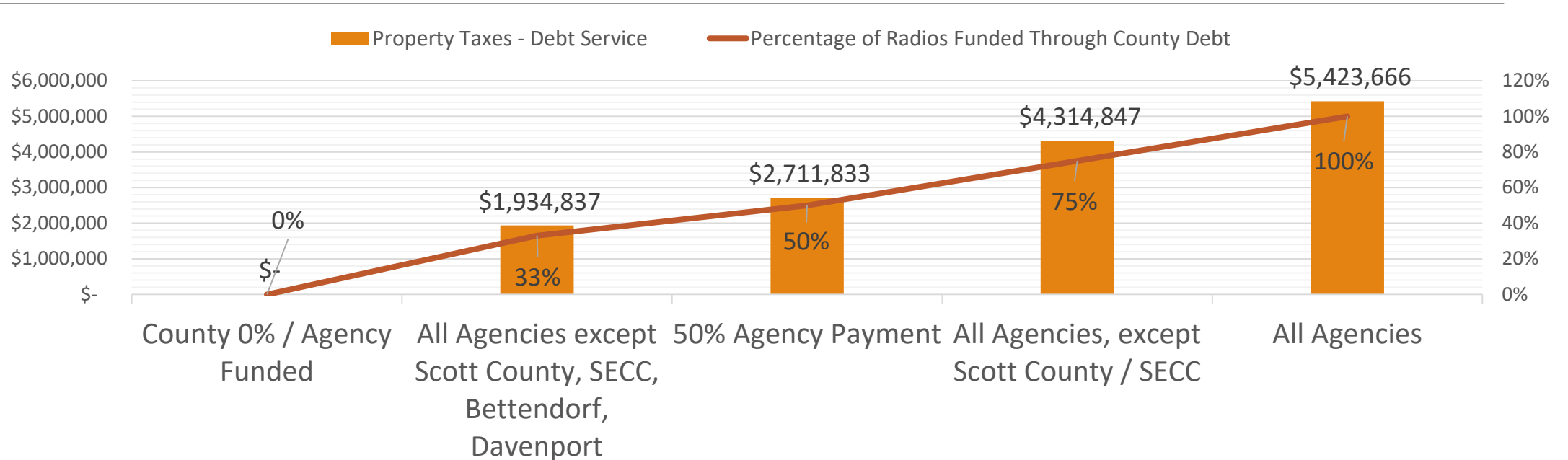
Financing options:

0% County Debt / 100%
Agency Funded



100% County Issued Debt /
0% Agency Funded

Property Taxes – Debt Service



\$1,160,000 Debt service is equal to \$0.12 on tax levy (2020 Tax Year) and ~\$10.25 increase on \$150,000 home, for 5 years.

Interest rates range from 2.0% to 2.5% per year. Debt Service is allocated to all taxpayers – incorporated and unincorporated; not by community.

Abatements

Any dollars received from outside sources, such as grants or contributed capital will be abated from future taxes.

Tax abatements are applied county wide, not one community, incorporated or unincorporated.

Setting a date for a public hearing
June 27, 2019 at 5:00 p.m.

Capital Financing

2019 Series

- \$6,900,000 General Obligation Bonds – Infrastructure – Estimate payable through 2028 paid with E 911 Fees
- \$5,800,000 General Obligation Bonds – Radios – Estimate payable through 2025 with property taxes
- \$6,600,000 General Obligation Bonds – Refunding
 - ~\$3,100,000 required for debt issuance – Estimate payable through 2024 with E 911 Fees.
 - ~\$3,375,000 paid with E911 funds on hand

Key Dates

May 30, 2019

Set Public Hearing

June 18, 2019

Board Review of Offering Statement

June 25, 2019

Board Training – Debt Issuances

June 27, 2019

Hold Public Hearing; Adopt resolution instituting proceedings to take additional action; Adopt electronic bidding procedures.

July 11, 2019

Adopt resolution awarding bond sale; adopt resolution authorizing redemption of outstanding 2009A

July 25, 2019

Adopt resolution authorizing issuance of 2019 bonds

Radio operating costs

10 Year Tower Lease

10 Year Infrastructure Maintenance

10 Year Subscriber Equipment Maintenance

Paid with County Urban Tax Rate funding SECC operations.