



CITY OF ATLANTA, GA

**\$369.380,000 GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS, SERIES 2022A-1
(SOCIAL BONDS)**

\$36,620,000 GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS, SERIES 2022A-2

\$3,700,000 VARIOUS PURPOSE GENERAL OBLIGATION BONDS, SERIES 2022B

TRANSACTION PRICING SUMMARY

MOHAMED BALLA, CFO

MOVING ATLANTA FORWARD INFRASTRUCTURE PROGRAM



- On May 24, 2022, Atlanta voters approved three ballot measures that provided for the funding of vital transportation, recreation, public safety and arts projects across the City
- The first two ballot measures approved the issuance of general obligation bonds in the aggregate principal amount of not-to-exceed \$406 million
- The Series 2022A-1 and Series 2022A-2 Bonds are being issued pursuant to the approved bond referendum measures
- The third ballot measure approved by City voters renewed the Transportation Special Purpose Local Option Sales Tax (“TSPLOST”), which was initially approved in 2016 and expired in 2022
- The Series 2022B Bonds are being issued pursuant to the Georgia State Constitution that allows the City to issue general obligation bonds for any lawful purpose other than for schools, without voter approval, subject to the principal amount not exceeding \$4 million, among other restrictions

THE CITY'S COMMITMENT TO SUSTAINABILITY SERIES 2022A-1 SOCIAL BOND DESIGNATION



- The City has established itself as a model for sustainability and resilience through its programs, policies, and partnerships that advance equity through green workforce opportunities, community health, and climate resilient and sustainable communities
- The City's Office of Resilience is responsible for assessing and supporting the City's overarching sustainability plans, goals, policies and programs
- Current Goals, amongst others, include:
 - Transitioning Atlanta to 100% clean energy community-wide by 2035
 - Reducing greenhouse gas emissions by 40% by 2030
 - Ensuring 85% of the residents have fresh food access withing walking distance (0.5 miles) by the end of 2022
- The City has designated the Series 2022A-1 Bonds as Social Bonds based upon the City's Social Bond Framework and a Second Party Opinion
- The Series 2022A-1 Bonds are expected to align with the Social Bond Principals as promulgated by the International Capital Market Association (ICMA) as well as map to certain United Nations Sustainable Development Goals (UN SDGs)

THE CITY'S COMMITMENT TO SUSTAINABILITY SERIES 2022A-1 SOCIAL BOND DESIGNATION



- By aligning the proposed issuance of the Series 2022A-1 Bonds to support projects and attract social investments that help advance the UN SDGs, equitable access to services, climate action, sustainability, resilience, and biodiversity, the City is continuing to build on its long-standing strategic focus on ESG criteria
- The City engaged Morningstar Sustainalytics to deliver an independent second party opinion on the City's Social Bond Frameworks social credentials and its alignment with Social Bond Principals
- Net Proceeds of the Series 2022A-1 Bonds will finance, in whole or in part, certain eligible social projects with positive social outcomes
- Projects include parks and recreational facilities, greenhouse renovations and buildings for use by fire/rescue and emergency medical services departments serving target populations as well as various transportation projects (sidewalks, trails, bridges and street repairs) that improve safety, equity and mobility
- The City intends to voluntarily file an annual report with certain information relating to the Series 2022A-1 Bonds, including the amount of net proceeds of the Series 2022A-1 Bonds expended in the previous Fiscal Year
- Through its operating departments, the City also intends to report on qualitative and quantitative social impacts and metrics

TRANSACTION OVERVIEW



- **\$369,380,000 General Obligation Public Improvement Bonds, Series 2022A-1 (Social Bonds), \$36,620,000 General Obligation Public Improvement Bonds, Series 2022A-2 and \$3,700,000 Various Purpose General Obligation Bonds were priced on Wednesday, October 25, 2022**
- **The Proceeds from the Series 2022A-1&2 Bonds will be used for the purpose of:**
 - **Providing funds to pay, or to be applied or contributed toward, the construction, reconstruction, renovation, repair, improvement, critical capital maintenance and equipping of public safety fire facilities, buildings and equipment for use by fire and rescue and emergency medical services (EMS) departments, and parks and recreational facilities, including, but not limited to recreational, aquatic and greenhouse facilities, and related public improvements**
 - **Paying the costs of issuance related to the Bonds**
- **The Proceeds from the Series 2022B Bonds will be used for the purpose of:**
 - **providing funds to pay, or to be applied or contributed toward, the cost of acquiring a site or sites and constructing and equipping thereon municipal buildings and related facilities, of renovating, improving, adding to, and equipping existing municipal buildings and facilities, and of acquiring property, both real and personal**
 - **Paying the costs of issuance related to the Bonds**
- **The Bonds were well received by the market reflecting the quality of the credit resulting in:**
 - **4.216% True Interest Cost**
 - **4.246% All-In True Interest Cost**
- **The City experienced a successful order period with over 1.2 billion in total orders among a diverse investor base of institutional buyers**

TRANSACTION STATISTICS



	Final Pricing - October 25, 2022			
	Series 2022A-1	Series 2022A-2	Series 2022B	Aggregate
Dated / Delivery Dates	11/3/2022	11/3/2022	11/3/2022	11/3/2022
First Coupon	6/1/2023	6/1/2023	6/1/2023	6/1/2023
Final Maturity	12/1/2042	12/1/2028	12/1/2032	12/1/2042
True Interest Cost (TIC)	4.25%	3.36%	3.51%	4.22%
All-In-TIC	4.27%	3.45%	3.56%	4.25%
Maximum Annual Debt Service	\$32,112,875	\$8,029,625	\$472,625	\$32,584,875
Total Debt Service	\$611,285,728	\$42,643,161	\$4,807,639	\$658,736,528
Average Annual Debt Service	\$30,445,886	\$7,016,242	\$477,053	\$32,809,235

TRANSACTION STATISTICS (CONT.)



Source of Funds	Series 2022A-1	Series 2022A-2	Series 2022B	Total
Par Amount	\$ 369,380,000.00	\$ 36,620,000.00	\$ 3,700,000.00	\$ 409,700,000.00
Premium	28,219,832.40	1,916,734.30	298,092.70	30,434,659.40
Total Sources	\$ 397,599,832.40	\$ 38,536,734.30	\$ 3,998,092.70	\$ 440,134,659.40
Use of Funds	Series 2022A-1	Series 2022A-2	Series 2022B	Total
Project Funding				
Roads, Sidewalks, Pathways & Trails	\$ 190,137,155.00	\$ -	\$ -	\$ 190,137,155.00
Public Safety, Parks & Rec	173,785,433.00	36,077,412.00	-	209,862,845.00
Bond Premium	31,264,429.90	2,276,833.97	-	33,541,263.87
Annual GO Projects	-	-	3,978,637.80	3,978,637.80
Cost of Issuance	1,048,194.18	101,735.97	10,069.85	1,160,000.00
Underwriter's Discount	1,364,620.32	80,752.36	9,385.05	1,454,757.73
Total Uses	397,599,832.40	38,536,734.30	3,998,092.70	440,134,659.40

DEBT SERVICE SCHEDULE (AGGREGATE)



Series 2022AB

	Existing Debt Service	Principal	Interest	Debt Service	Post Issuance Debt Service
6/30/2023	\$ 25,799,378	\$ -	\$ 11,835,778	\$ 11,835,778	\$ 37,635,156
6/30/2024	22,946,486	12,405,000	20,174,875	32,579,875	55,526,361
6/30/2025	22,982,130	13,040,000	19,538,750	32,578,750	55,560,880
6/30/2026	22,733,252	13,715,000	18,869,875	32,584,875	55,318,127
6/30/2027	21,441,962	14,415,000	18,166,625	32,581,625	54,023,587
6/30/2028	20,749,409	15,155,000	17,427,375	32,582,375	53,331,784
6/30/2029	20,790,186	15,930,000	16,650,250	32,580,250	53,370,436
6/30/2030	20,870,900	16,750,000	15,833,250	32,583,250	53,454,150
6/30/2031	20,524,479	17,605,000	14,974,375	32,579,375	53,103,854
6/30/2032	20,150,326	18,505,000	14,071,625	32,576,625	52,726,951
6/30/2033	19,736,563	19,460,000	13,122,500	32,582,500	52,319,063
6/30/2034	19,739,366	19,975,000	12,136,625	32,111,625	51,850,991
6/30/2035	19,763,188	20,995,000	11,112,375	32,107,375	51,870,563
6/30/2036	-	22,075,000	10,035,625	32,110,625	32,110,625
6/30/2037	-	23,205,000	8,903,625	32,108,625	32,108,625
6/30/2038	-	24,395,000	7,713,625	32,108,625	32,108,625
6/30/2039	-	25,645,000	6,462,625	32,107,625	32,107,625
6/30/2040	-	26,960,000	5,147,500	32,107,500	32,107,500
6/30/2041	-	28,345,000	3,764,875	32,109,875	32,109,875
6/30/2042	-	29,800,000	2,311,250	32,111,250	32,111,250
6/30/2043	-	31,325,000	783,125	32,108,125	32,108,125
	<u>\$ 278,227,625</u>	<u>\$ 409,700,000</u>	<u>\$ 249,036,528</u>	<u>\$ 658,736,528</u>	<u>\$ 936,964,153</u>

DEBT SERVICE SCHEDULE (BREAKOUT)



	Series 2022A-1 (Social) Debt Service	Series 2022A-2 Debt Service	Series 2022B Debt Service	Total Debt Service
6/30/2023	10,670,978	1,057,911	106,889	11,835,778
6/30/2024	24,080,125	8,027,125	472,625	32,579,875
6/30/2025	24,084,875	8,026,250	467,625	32,578,750
6/30/2026	24,084,375	8,028,625	471,875	32,584,875
6/30/2027	24,083,000	8,028,375	470,250	32,581,625
6/30/2028	24,084,875	8,029,625	467,875	32,582,375
6/30/2029	30,665,375	1,445,250	469,625	32,580,250
6/30/2030	32,112,875	-	470,375	32,583,250
6/30/2031	32,109,250	-	470,125	32,579,375
6/30/2032	32,107,750	-	468,875	32,576,625
6/30/2033	32,111,000	-	471,500	32,582,500
6/30/2034	32,111,625	-	-	32,111,625
6/30/2035	32,107,375	-	-	32,107,375
6/30/2036	32,110,625	-	-	32,110,625
6/30/2037	32,108,625	-	-	32,108,625
6/30/2038	32,108,625	-	-	32,108,625
6/30/2039	32,107,625	-	-	32,107,625
6/30/2040	32,107,500	-	-	32,107,500
6/30/2041	32,109,875	-	-	32,109,875
6/30/2042	32,111,250	-	-	32,111,250
6/30/2043	32,108,125	-	-	32,108,125
	\$ 611,285,728	\$ 42,643,161	\$ 4,807,639	\$ 658,736,528

TRANSACTION TEAM



- Series 2022AB Co-Bond Counsel – McGuireWoods, LLP / Stover Legal Group, LLC*
- Co-Disclosure Counsel – Greenberg Traurig, LLP / Riddle & Schwartz, LLC*
- Co-Financial Advisors – Hilltop Securities / Grant & Associates LLC*
- Underwriter’s Counsel – The Hardwick Law Firm*
- Paying Agent – U.S. Bank

<u>Underwriter’s</u>	<u>Participation</u>
• Joint-Book Running Managers	
□ J.P. Morgan Securities, LLC	30.00%
□ Siebert Williams Shank & Co., LLC*	30.00%
• Co-Senior Manager	
□ Blaylock Vann, LLC*	17.50%
□ PNC Capital Markets	17.50%
• CO-Managers	
□ Stern Brothers*	<u>5.00%</u>
	100.00%

*Indicates Minority and/or Women Owned Firm.



QUESTIONS & ANSWERS
