

WORKSHOP ITEM AGENDA SUMMARY SHEET
VILLAGE COUNCIL MEETING
June 3, 2026

Agenda Item:

Synovus Bond Issue

Background:

As part of the Village's Capital Improvement Plan (CIP), the Village acquired approximately 69.4 acres located on Three Oaks Parkway for stormwater and park and recreation purposes. The total acquisition cost was \$15,000,000, of which \$2,254,436.40 was funded through ARPA funds. Prior to the acquisition, Village Council adopted Resolution No. 2024-02 expressing its intent to reimburse eligible acquisition costs through future tax-exempt debt proceeds.

The Village engaged Public Resources Advisory Group, Inc. (PRAG), an independent registered municipal advisor, to assist in evaluating financing alternatives and developing a financing plan for reimbursement of eligible acquisition costs associated with the property purchase.

Description:

As part of the Village's Banking Services RFP, financial institutions were asked to provide financing proposals for approximately \$12.75 million of eligible acquisition costs associated with the property purchase.

The Village received proposals from BankUnited, FineMark National Bank & Trust, First Horizon Bank, and Synovus Bank.

After review of the financing alternatives, staff identified Synovus Bank as the preferred financing provider due to its fully amortizing 20-year structure, fixed-rate financing, ability to prepay at any time without penalty, compatibility with the Village's banking services relationship, and competitive overall financing costs.

The proposed financing is expected to total approximately \$12.8 million and will be secured by the Village's covenant to budget and appropriate legally available non-ad valorem revenues. Loan proceeds will reimburse the Village for previously incurred property acquisition costs and pay related issuance expenses.

Based on current market conditions, average annual debt service is estimated at approximately \$1.03 million with a final maturity of May 1, 2046.

Action Requested:

Workshop discussion only. No formal action is requested at this time.

Process and Timeline:

- June 3, 2026 – Council Workshop discussion.
- June 17, 2026 – Anticipated Council consideration of the Note Resolution and Loan Agreement.
- June 30, 2026 – Anticipated loan closing, subject to Council approval and market conditions.

Financial Impact:

The proposed financing amount is estimated at approximately \$12.8 million. Based on current indicative rates, average annual debt service is estimated at approximately \$1,029,452 over a 20-year repayment period. Final debt service will be determined based on market conditions at the time of closing.

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Attachments:

1. Term Loan Presentation
2. PRAG Term Loan Memorandum