

SUBCOMMITTEE RECOMMENDATION

Item 45: Department of Administrative Services Article XI-G Bond Refunding

To: Ways and Means Full Committee
From: General Government Subcommittee
Carrier: Senator Anderson

The General Government Subcommittee recommends that the Joint Interim Committee on Ways and Means acknowledge receipt of a report from the Department of Administrative Services on the state's Article XI-G general obligation bond debt service savings as a result of refinancing.

The Department of Administrative Services is statutorily required to report the amount of incurred expenses and debt service savings related to the issuance of refunding bonds to the Joint Committee on Ways and Means or the Emergency Board. On May 12, 2021, DAS and the State Treasurer completed the sale of 2021 Series G refunding bonds. Proceeds from the sale were used to refinance qualifying outstanding Article XI-G general obligation bonds.

The refunding resulted in statewide General Fund debt service savings of \$2.5 million in the 2021-23 biennium and total savings of \$15.7 million over the life of the bonds. Current biennium savings were utilized as part of the 2021-23 legislatively adopted budget approved in the 2021 session.

The Subcommittee recommends approval.