



**Board of Trustees
Business Affairs Committee
September 24, 2019
8:00 am
Chancellor's Boardroom**

Information Item

BAC-5 Bond Refunding

Background Information

Due to the favorable interest rate environment, UNCG has the opportunity to refinance the 2010B Bonds for debt service savings. We estimate that we can achieve approximately \$965,000 in net present value savings by refunding the 2010B Bonds of \$9.6 million, representing roughly 10.1% of the par amount refunded.

The Bond will be privately placed with PNC Bank, N.A., which was selected through a competitive RFP process. The Bond will be delivered for settlement on April 1, 2020, the call date for the 2010B Bonds, under the terms of a forward delivery bond purchase agreement, which will eliminate interest rate risk between now and the call date, the rate will be 1.72%.

A handwritten signature in cursive script that reads 'Charles Maimone'.

Charles Maimone
Vice Chancellor for Business Affairs