



# Finance Department

## Presentation to the City of Houston Budget and Fiscal Affairs Committee

### Upcoming Financial Transactions

June 1, 2021

Presented By:  
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# Agenda

- General Obligation (GO)
  - a) Commercial Paper Program, Series E-1



# GO Variable Rate Exposure Summary

Liquidity Type	Series	Size (\$ millions)	Bank	Expiration	Requires Bank Facility
Commercial Paper	E-1	100	Citigroup	7/13/2021	Y
	E-2	70	Wells Fargo	4/22/2022	Y
	G-1	75	TD Bank	4/11/2024	Y
	G-2	125	Barclays	11/19/2021	Y
	H-2	100	TD Bank	11/8/2023	Y
	J	125	State Street	5/20/2023	Y
	K-1	200	RBC <sup>(1)</sup>	2/2/2026	N
	K-2	100	RBC <sup>(1)</sup>	2/2/2026	N
<b>Total</b>		<b>895</b>			
<b>Total Debt Outstanding<sup>(2)</sup> \$3,417.6</b>					
<b>Total Commercial Paper Outstanding<sup>(2)</sup> \$208.6</b>			<b>Total Current Variable Rate Exposure 6.10%</b>		

<sup>(1)</sup> The RBC facilities K-1 and K-2 are Forward Bond Purchase Agreements.

<sup>(2)</sup> As of March 31, 2021 Monthly Financial Report.

Note: This presentation constitutes the written recommendation of the Finance Working Group.



# GO Commercial Paper Program Series E-1

## Background:

- Commercial paper (CP) has provided an expedient, cost-effective method of accessing cash and providing interim financing.
- General Obligation Commercial Paper Program, Series E-1 supports the City's capital improvement program.
- The current liquidity facility for the Series E-1 CP program is set to expire on July 13, 2021.



# GO Commercial Paper Program Series E-1

- In April, the City issued a request for term sheet from qualified financial institutions to provide credit facilities.
- The Finance Working Group received proposals and is recommending we replace the current liquidity provider with State Street.

## **Next Steps:**

- An RCA is anticipated to be brought before Council in Summer 2021.



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**Questions?**