

### Alderman Moore's Hydro Debt Proposal At a Glance

1. Use the unspent \$3,000,000 of Hydro money towards the payment of the City's existing bond debt
2. Refinance the \$4,200,000 unpaid for debt, at 3.2% interest rate over 10 years, which should cost the City \$4,900,000
3. Direct 100% of the net proceeds from the AMEREN franchise agreement over the next 9 years towards the debt services account to repay the City's new bond (Generates approximately \$3,000,000 to debt services)
4. Implement a 1.4% across the board "give back" by any department receiving an expenditure or transfer out of the 2011-2012 General Fund budget. Direct the \$400,400 toward debt services, and place that same amount of money from the General Fund into debt services over the next 4 years.

Total Cost of 2009 Hydro Bonds	\$7,200,000
Total of Unspent Hydro Funds	<u>-\$3,000,000</u>
Amount Needed to Refinance	\$4,200,000
Total Cost of Refinancing \$4.2 Million Debt	\$4,900,000
Net AMEREN Franchise Proceeds over 9 years	-\$3,000,000
5 Year Savings By Reducing General Fund 1.4%	<u>\$2,002,000</u>
Balance Left in General Fund Over 10 Years	\$100,000