

City of Leesburg, Florida

Electric Revenue Refunding Bonds, Series 2014

Evaluation of Electric Financing Options

	Option 1	Option 2
	J.P. Morgan (BQ)	J.P. Morgan (Non BQ)
	Partial Refunding	Full Refunding
Par	\$8,480,000	\$13,160,000
Premium/(Discount)	1,028,621	1,254,822
Call Provisions	10 Year Call	10 Year Call
Dated Date:	4/15/2014	4/15/2014
First Interest Payment	10/1/2014	10/1/2014
First Principal Maturity	10/1/2015	10/1/2015
Final Principal Maturity	10/1/2028	10/1/2028
Term (yrs)	15.5	20.5
Structure	Level	Level
Bond/Bank	Bond	Bond
Average Life (yrs)	9.337	12.536
Cost of Issuance (est)	293,301	305,278
DSDA (est) (5)	NA	NA
True Interest Cost (TIC)	3.42%	3.99%
Gross Savings	\$781,896	\$1,027,563
PV Savings	\$615,175	\$725,053
Maturities Refunded (5)	2016 - 2029	2015 - 2034
Refunded Par	\$8,995,000	\$13,770,000
% of Refunded Par	6.8%	5.3%

Option 3	Option 4	Option 5
Bank (BQ) (3)	Bank (Non BQ)	Bank (Non BQ)
Partial Refunding	Full Refunding	Full Refunding
\$9,900,000	\$14,554,000	\$14,554,000
NA	NA	NA
Make Whole	Make Whole	Callable
4/1/2014	4/1/2014	4/1/2014
10/1/2014	10/1/2014	10/1/2014
10/1/2015	10/1/2015	10/1/2015
10/1/2028	10/1/2028	10/1/2034
19.5	20.5	20.5
Level	Level	Level
Bank	Bank	Bank
13.812	12.150	12.209
100,000	100,000	100,000
260,000	350,000	350,000
3.61%	3.68%	3.85%
\$1,177,300	\$1,337,221	\$1,003,124
\$850,833	\$935,347	\$692,800
2022 - 2033	2015 - 2028	2015 - 2034
\$9,310,000	\$13,770,000	\$13,770,000
9.1%	6.8%	5.0%

(1) Indicative Bank Rate is as of 2/18/2014.

(2) Indicative JP Morgan rates as of 2/17/2014.

(3) Refunded Par Amount kept below \$10 million for a Bank Qualified rate.

(4) Series 2004 Bonds have a call date of 10/1/2014 at par.

(5) Current estimate of DSDA termination fee for full refunding is \$299,000. Higher amounts used to be conservative.