



# City of Broken Arrow

## Request for Action

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**File #: 19-306, Version: 1**

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**Broken Arrow Economic Development Authority  
Meeting of: 03/05/2019**

**Title:**

**Consideration, discussion, and possible approval of and authorization to execute the Financial Advisor Service Agreement with Municipal Finance Service Inc. for services related to the refinancing of the Tax Increment Financing (TIF) debt**

**Background:**

Staff has investigated refinancing the Tax Increment Financing District Note dated November 15, 2010 to reduce the length of the note, look to the release the sales tax pledge, and to get a fixed rate. Currently the loan is at Libor plus 2%, which is roughly 4.88% and it is a variable interest rate. In order to move forward we need to engage Municipal Finance Service Inc. to assist in the refinancing. The fees will be contingent upon issuance of the Note. At the next council meeting staff will bring the financing option for approval.

**Cost:** \$70,000 plus \$2,000 for expenses

**Funding Source:** Proceeds from the refinancing of the TIF Note

**Requested By:** Cynthia S. Arnold

**Approved By:** Russell Gale, Assistant City Manager

Michael L. Spurgeon, City Manager

**Attachments:** Financial Advisors Service Agreement

**Recommendation:**

Approve and authorize execution of the Financial Advisor Service Agreement with Municipal Finance Services Inc.