

SALT LAKE COUNTY

*2001 S State Street, N2-800
Salt Lake City, UT 84114*



Meeting Minutes

Wednesday, June 24, 2020

2:00 PM

Room N2-800

Debt Review Committee

1. Call to Order

Call In: Chair Scott Tingley
Committee Member Wayne Cushing
Committee Member David Delquadro
Committee Member Darrin Casper
Committee Member Ralph Chamness
Committee Member Javaid Majid
Committee Member Brad Kendrick
Ex-Officio Member Jon Bronson

Participated electronically: Shanell Beecher, Ben Hokanson, and Rod Kitchens (Mayor's Finance); Ralph Chamness and Craig Wangsgard (District Attorney's Office); Mitchell Park (Council Office); Roswell Rogers and Jennifer Durham (Auditor's Office); Eric Pehrson and Marcus Keller (Zions Public Finance); Steve Van Maren (citizen); Gayelene Gudmundson and Kim Stanger (Clerk's Office)

2. Public Comment**3. Approval of Minutes****3.1 Approval of 5/27/2020 Meeting Minutes**[20-0606](#)

Attachments: [DRC Minutes 05.27.20.pdf](#)

A motion was made by Committee Member Majid, seconded by Committee Member Chamness, to approve the minutes. The motion carried by the following vote:

Aye: Chair Tingley
Committee Member Cushing
Committee Member Delquadro
Committee Member Casper
Committee Member Chamness
Committee Member Majid
Committee Member Kendrick

4. Financial Business**4.1 Market Update**[20-0609](#)

Mr. Marcus Keller, Assistant Vice President, Zions Public Finance, delivered a PowerPoint presentation on the Market Update reviewing the

Municipal Weekly Update for the week of June 15, 2020, including an overview of the rates and equities, municipal issuance, the AAA Municipal Market Data (MMD) yield curves, Municipal Bond Fund flows, and select primary pricings; the J.P. Morgan Municipal Market Update, including recent J.P. Morgan transactions, market commentary, interest rate forecasts, market monitor, yield curve rates and ratios, J.P. Morgan Research's belief on net supply; the Municipal Market Outlook on Thursday, June 18, 2020; and market statistics, i.e. market indicators, visible supply, visible supply increases, short-term exempt yields, MMD general obligation yields, and a short term note comparison sheet. He also reviewed H.R. 2, the Moving Forward Act, regarding transportation and infrastructure, which will affect local governments.

4.2 Update on Tax Note Transaction

[20-0607](#)

Mr. Jon Bronson, Senior Vice President/Managing Director, Zions Public Finance, gave an update on the tax note transaction, stating last Thursday, the County received the MIG-1 rating from Moody's, which is its highest short-term rating. Moody's was complimentary of the County's quick response to the COVID impacts.

Zions Bank is waiting for the County's Comprehensive Annual Financing Report (CAFR), which it will insert into the preliminary official statement (POS). Zions Bank is scheduled to send that POS out to the market on Monday. Then, the competitive sale bid will be held on July 8th, and the closing will be July 14th.

Ms. Shannel Beecher, Accounting Director, Mayor's Finance, stated she will have the CAFR today.

Mr. Eric Pehrson, Senior Vice President, Zions Public Finance, stated he would like to get the POS sent out by Friday, but will want to review the CAFR with Mayor's Finance before putting it into the POS. He would also like the Continuing Disclosure prepared and filed before the bond sale on the Tax Revenue and Refunding Bonds, so that when Wall Street looks at the Electronic Municipal Market Access (EMMA), it can see that the County is in compliance with all of the covenants of the Continuing Disclosure undertakings.

Yesterday, Zions Bank sent out the Material Event Notice, which was required for the Lease Revenue and General Obligation Bonds. The Material Event Notice #15 is the County's financial obligation for the Sales Tax Revenue and Refunding Bond it recently privately placed. Zions Bank also voluntarily filed on the County's outstanding Sales Tax Bonds that were affected by the parity issuance of debt for its 2020 bonds.

4.3 Review of Pricing Book for Taxable 2020 Sales Tax Revenue and Refunding Bonds [20-0608](#)

Attachments: [Pricing Book Salt Lake Co STRRB 2020 \(Final\).pdf](#)

Mr. Jon Bronson, Senior Vice President/Managing Director, Zions Public Finance, delivered a PowerPoint presentation on Salt Lake County's Taxable Sales Tax Revenue and Refunding Bonds, Series 2020, Pricing Book reviewing the transaction information, market information, final pricing numbers, and the continuing covenant agreement.

Committee Member Majid asked if J.P. Morgan wanted the adjusted or annual budget.

Mr. Rod Kitchens, Budget Director, Mayor's Finance, stated J.P. Morgan wants whatever currently adopted budget there is, so the County will need to send notice to it on the June adjusted budget and the annual budget in December. He asked if the sales tax revenue report had to be the actual one from the Utah State Tax Commission or if J.P. Morgan would be satisfied with the internal report the County does on that.

Mr. Bronson stated J.P. Morgan is interested in how much sales tax revenue the County is receiving every month. He did not think it would care if the County summarized what the Tax Commission sent it.

Committee Member Delquadro asked if the County had to provide Shelter the Homeless with this payment schedule and how it impacted audits that have or will take place.

Committee Member Casper stated this should not impact the audits at all. The payment schedule with Shelter the Homeless is set out by contract under an 8-year amortization. However, it can share this information with Shelter

the Homeless. He thought Shelter the Homeless would be happy with the rates.

Mr. Craig Wangsgard, Deputy District Attorney, stated the County put in the loan agreement with Shelter the Homeless that it would true up the interest rates and principal amount after it issued the bonds.

4.4 Other Financial Business

[20-0610](#)

No other matters were discussed.

5. Other Committee Business

Committee Member Tingley stated the next Debt Review Committee meeting is scheduled for July 29, 2020.

6. Adjournment

The meeting was adjourned at 3:05 PM.

SHERRIE SWENSEN, COUNTY CLERK

By _____
DEPUTY CLERK

By _____
CHAIR, SALT LAKE COUNTY DEBT REVIEW COMMITTEE