FY 2023 Debt Financing Program Overview

City of Dallas

Dallas Government Performance and Financial Management Committee

March 21, 2023

DFW

FY2023 Financing Plan

Current planned refundings over next 12 months estimated at approximately $1.305 billion, plus additional $1 billion of new money if needed.

Series	Tax Status	Purpose	Approximate Par Amount
2023A July	Taxable	Takeout of subordinate lien joint revenue bond, taxable series 2021	$225M*
2023B August	Tax-Exempt	Refund $550M of callable bonds and $275M of commercial paper	$825M*
2023C August	Alternative Minimum Tax (AMT) or Taxable	Refund callable AMT bonds	$255M*
n/a	Taxable/AMT/Tax-Exempt	Issue new money if needed or if deemed financially desirable	Up to $1,000M*

*Preliminary—Subject to change

DFW

DFW Airport—Supplemental Bond Ordinance Summary

65th Supplemental Bond Ordinance

- Permits the Authorized Officers to request passage of the bond ordinance by the Owner Cities
- Establishes parameters:
  - Debt issuance not to exceed $2.305 billion
    - Refund Senior Lien Bond principal
    - Refund Subordinate Lien Commercial Paper principal
    - Refund Subordinate Lien Bond principal
    - Issue up to incremental $1 billion of new money proceeds to provide flexibility if financially advantageous
  - Interest rates not to exceed maximum allowed under state law
  - Final maturity - not to exceed 11/1/2053

66th Supplemental Bond Ordinance

- Annual request to authorize the refunding of entire commercial paper program through bonds
- Allows DFW to refund in case of a failed remarketing

Underwriting Pool

Academy Securities*
Bank of America Securities
Barclays
Cabrera Capital*
Citigroup
Goldman Sachs
Jefferies
JP Morgan
Loop Capital Markets*
Morgan Stanley
Piper Sandler

Ramirez & Co*
Raymond James
RBC Capital
Rice Financial*
Siebert Williams Shank*
Stern Brothers*
UBS
Wells Fargo

**MWDVBE qualified firm*

Financing Team

Financial Advisors

Hilltop Securities

Estrada Hinojosa

Bond Counsel

McCall, Parkhurst & Horton, LLP

West and Associates, LLP

Disclosure Counsel

Bracewell, LLP

Hardwick Law Firm, LLC

Underwriters' Counsel

Kelly Hart & Hallman LLP

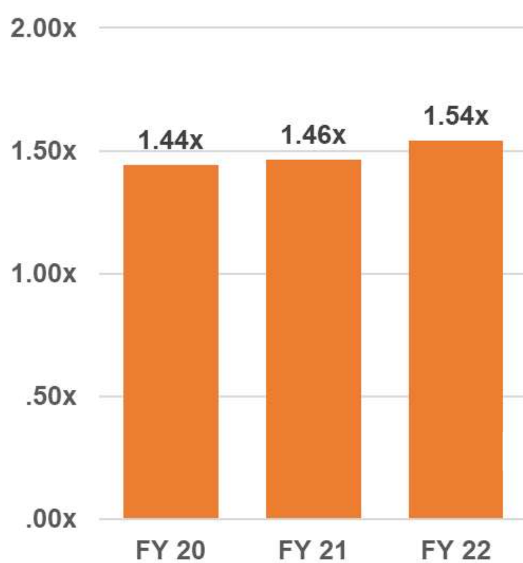
Escamilla Poneck, LLP

Strong Debt Service Coverage and Liquidity

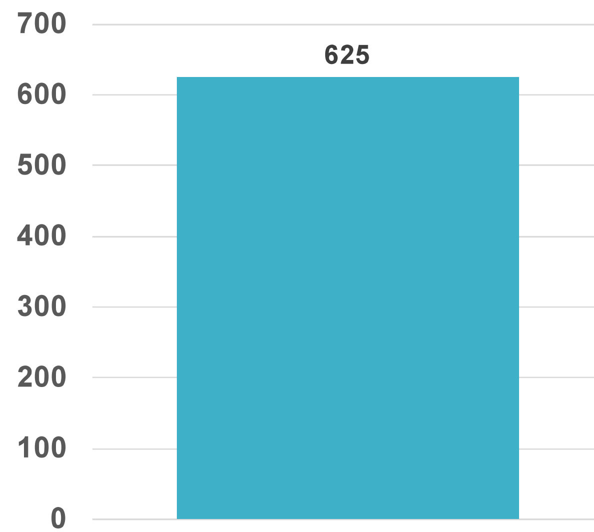
DFW has sufficient cash on hand to pay debt service and operating expenses for over 20 months with no new revenue.

<u>Current Bond Ratings:</u>
Kroll(AA), Moody's(A1), S&P(A+), Fitch(A+)

Debt Service Coverage Ratio



Days Cash on Hand



Source: DFW Finance Department, as of the dates shown, compiled December 31, 2022

2023 Bond Transaction Schedule

DFW Board Approvals

March
- Approve two supplemental bond ordinances (SBO)

June
- Approve the form of the preliminary official statement for the 2023 bond transactions

City Approvals

Dallas
- March 21 briefing of SBOs
- April 12 approval of SBOs

Fort Worth
- March 7 briefing of SBOs
- April 11 approval of SBOs

Marketing/Ratings

April
- JPM Investor Conference

June
- Rating agency presentations

July
- Investor Outreach

August
- Investor Outreach

Pricing

July
- Taxable 2023A

August
- Tax-Exempt 2023B
- AMT 2023C