

UNCW Board of Trustees

2008 COPs (Student Housing and Parking Deck Bonds) Refunding Opportunity

April 21, 2016



UNIVERSITY *of* NORTH CAROLINA WILMINGTON

2008 COPs Refunding Opportunity

- UNCW seeks to advance refund its 2008 Certificates of Participation (COPs) of \$56.4 million related to student housing and parking projects with Limited Obligation Bonds (LOBs)
- Target closing: early July 2016
- UNCW Corporation, a corporation created to construct the projects, finance the construction and issue the debt
- UNCW entered into lease and use agreements with UNCW Corporation



Potential Refunding Results

(\$ in millions)

Cash Savings	\$5.7
NPV of Cash Flow Savings	\$5.4
NPV Savings %	9.34%

Source: Raymond James & Associates March 31, 2016.

Preliminary, subject to change.



Action Item #1

2008 COPs Refunding

Recommended Action:

The University requests that the Board of Trustees approve the resolution to authorize, approve and confirm the Transaction Documents* and grant general authority to the Chancellor and Vice Chancellor of Business Affairs to take actions necessary to execute and deliver the Transaction Documents.

*Transaction Documents include:

- Amendment of the Use Agreement
- Supplemental Indenture, Deed of Trust Extension and Purchase Contract
- Preliminary Official Statement