

## INSTRUCTIONAL SHEET FOR PROGRAM FACT SHEETS

InvestorWords ([www.investorwords.com](http://www.investorwords.com)) defines the Official Statement as “A legal statement which serves as the prospectus for a municipal bond. It is a disclosure of the finances surrounding the issue of the municipal bond, and is prepared by the local or state government and its legal counsel. The official statement indicates how investors in the bonds will be repaid.”

### Name of Bond Issue as it Appears on the Official Statement (*Item 1 on Instructional Sheet*)

The information provided here is from the cover page of the Official Statement and it includes: Issuer, Bond Type, Title of Bond Issue and Dollar Amount of the Bond Issue

*Item 2:* The closing date or the date of issue can be found in the Summary Statement of the Official Statement.

*Item 3:* The dated date is provided on the bottom of the Official Statement's cover page.

*Item 4:* The final maturity date is available on the inside cover of the Official Statement and it is called the “Maturity Schedule”. There may be more than one final maturity date if there are both serial and term bonds issued.

*Item 5:* Fees are located in the Official Statement and categorized as “Uses of Funds”. The amount usually entered in this field is the Costs of Issuance including the Underwriter's Discount (see Item 6). Other types of fees might include:

- Escrow Deposit
- Guarantee Fee
- Deposit to Debt Service Reserve Fund
- Deposit to Project Fund
- Deposit to Refunding Fund
- Repayment of Principal loan
- Retirement of Principal
- Other Costs of Issuance (legal fees, accounting fees, printing costs, rating agency fees)

*Item 6:* Underwriters Discount refers to the Investment Banking fees paid, usually in the form of a discount to par value.

*Item 7:* Investopedia defines average life as “an average period before debt is repaid through amortization or sinking fund payments.” [www.investopedia.com/terms/](http://www.investopedia.com/terms/)

*Item 8:* Investopedia also provides a definition of average coupon. It is the “annual interest rate paid on a bond, expressed as a percentage of the face value.”

*Item 9:* N/A

*Item 10:* Ratings refer to the creditworthiness of both debt securities and issuers. There are three primary rating agencies in the United States: Standard and Poor's, Moody's and Fitch.

*Item 11:* Use of Funds

*Item 12:* Authority of the bonds is the codified section of the Arkansas Code providing legal justification for the bond issuance.

*Item 13:* There are both internal and external professionals that are involved in the issuance of bonds. These are listed in this section of the Program Fact Sheet.

**Program Fact sheet in Accordance with A.C.A. § 15-5-212(b)  
For Legislative Council Review**

\$487,000,000  
Arkansas Development Finance Authority  
Industrial Development Revenue Bonds  
(Big River Steel Project)  
Series 2019

Closing Date: <i>(See Item 2 on Instructional Sheet)</i>	5/31/2019	Dated Date: <i>(See Item 3 on Instructional Sheet)</i>	5/31/2019
Final Maturity Date: <i>(See Item 4 on Instructional Sheet)</i>	9/1/2049		

Bond Information

Total Costs of Issuance: <i>(See Item 5 on Instructional Sheet)</i>	9,000,000
Underwriters Discount: <i>(See Item 6 on Instructional Sheet)</i>	\$5,542,500
Average Life: <i>(See Item 7 on Instructional Sheet)</i>	
Average Coupon: <i>(See Item 8 on Instructional Sheet)</i>	4.5%
Ratings: <i>(See Item 10 on Instructional Sheet)</i>	B3/B
Use of Funds: <i>(See Item 11 on Instructional Sheet)</i>	Project Construction
Authority for Bonds: <i>(See Item 12 on Instructional Sheet)</i>	ACA 15-5-101

Professionals (External and Internal)  
*(See Item 13 on Instructional Sheet)*

Trustee:	U.S. Bank
Bond Counsel:	Ballard Spahr/Mitchell Williams
Underwriters:	Goldman Sachs/Crews/SunTrust
Underwriter's Bond Counsel:	Friday, Eldredge and Clark
Financial Advisor:	
ADFA Program Officer(s):	Ro Arrington
Issuer:	ADFA

Other Comments

Submitted to:

Marty Garrity, Bureau of Legislative Research ([garritym@blr.arkansas.gov](mailto:garritym@blr.arkansas.gov))

Roger Norman, Division of Legislative Audit ([roger.norman@arklegaudit.gov](mailto:roger.norman@arklegaudit.gov))

Bryan Scoggins, ADFA President

Robert Arrington, Director of Public Finance

*(Applicable ADFA Vice President)*

Prepared by:

Robert Arrington

Arkansas Development Finance Authority