

CITY OF BENSON CITY COUNCIL SEPTEMBER 14, 2020 – 6:00 P.M. WORKSESSION

A WORKSESSION OF THE MAYOR AND CITY COUNCIL OF BENSON, ARIZONA
WILL BE HELD ON SEPTEMBER 14, 2020 AT 6:00 P.M.
AT BENSON COMMUNITY CENTER,
705 W. UNION STREET, BENSON, ARIZONA

BECAUSE OF THE CURRENT COVID – 19 PUBLIC HEALTH EMERGENCY, THE BENSON COMMUNITY CENTER WILL HAVE LIMITED OCCUPANCY FOR COUNCIL MEETINGS. HOWEVER, THE LIVE MEETING MAY BE WATCHED VIA FACEBOOK ONLINE AT <HTTPS://WWW.FACEBOOK.COM/BENSONAZ/> (NO FACEBOOK ACCOUNT IS NEEDED) OR LISTENED TO BY CALLING THE PHONE NUMBER PROVIDED ON THE MEETING AGENDA. FOR THIS MEETING, THAT NUMBER IS 267-930-4000 PARTICIPANT ID# 567090498.

FOR HELP WITH TECHNICAL DIFFICULTIES, PLEASE CALL 520-720-6331.

Vicki L. Vivian, CMC, City Clerk

AGENDA

The Council may discuss, direct, consider and take possible action as indicated below pertaining to the following:

CALL TO ORDER: The Call to Order will consist of the Mayor calling the Council to order. The Mayor or his designee shall then lead those present in the Pledge of Allegiance.

ROLL CALL: The City Clerk shall call the roll of the members, and the names of those present shall be entered in the minutes.

NEW BUSINESS:

1. Discussion and possible direction to Staff regarding a Potential Municipal Securities Transaction for the City of Benson, Arizona, \$3.0 million (estimated) Excise Tax Revenue Refunding Bonds and Possible New Money Bonds for City Projects with Stifel, Nicolaus & Company, Inc.; discussion to include possible City projects including but not limited to City Hall facilities, Park Improvements and other Quality of Life enhancements – **Vicki Vivian, CMC, City Manager/City Clerk** *

ADJOURNMENT

POSTED this 11th day of September, 2020

Material related to the City Council meeting is available for public review the day before and the day of the meeting, during office hours, at the City Clerk's Office located at 120 W. 6th Street, Benson, Arizona, 520-586-2245 x 2011.

All facilities are handicapped accessible. If you have a special accessibility need, please contact Vicki L. Vivian, City Clerk, at (520) 586-2245 or TDD: (520) 586-3624, no later than eight (8) hours before the scheduled meeting time.

Any invocation that may be offered before the start of regular Council business shall be the voluntary offering of a private citizen, for the benefit of the Council and the citizens present. The views or beliefs expressed by the invocation speaker have not been previously reviewed or approved by the Council, and the Council does not endorse the religious beliefs or views of this, or any other speaker.

Executive Sessions - Upon a vote of the majority of the City Council, the council may enter into Executive Sessions pursuant to Arizona Revised Statutes §38-431.03 (A)(3) to obtain legal advice on matters listed on the Agenda.

* Denotes an Exhibit in addition to the Council Communication

City of Benson City Council Communication



Worksession

September 14, 2020

To: Mayor and Council

Agenda Item # 1

From: Vicki Vivian, CMC, City Manager/City Clerk

Subject:

Discussion and possible direction to Staff regarding a Potential Municipal Securities Transaction for the City of Benson, Arizona, \$3.0 million (estimated) Excise Tax Revenue Refunding Bonds and Possible New Money Bonds for City Projects with Stifel, Nicolaus & Company, Inc.; discussion to include possible City projects including but not limited to City Hall facilities, Park Improvements and other Quality of Life enhancements

Discussion:

At the September 23, 2019 meeting, Council approved an underwriter/placement agent engagement agreement for a potential Municipal Securities transaction for the City of Benson, \$3.0 million (estimated) Excise Tax Revenue Refunding Bonds and possible new money Bonds for City projects with Stifel, Nicolaus & Company, Inc. (Stifel) Staff then spoke to representatives from Stifel regarding the options the Council could consider to not only refinance the current bond debt to a lower interest rate, but to approve additional funding for City projects. Possible projects could include City Hall facilities, Park Improvements and other Quality of Life enhancements.

Several options were presented to Council at a worksession in October, 2019 and at that time, the Council asked Staff to hold meetings with the public to gather input on the matter and on various projects the public would like to see completed. Meetings were held at the Community Center and presentations were made to the public before opening the floor for questions and comments. There were very few comments about a new City Hall facility (either supporting or opposing); the majority of those present brushed by the facility and were interested in discussing park improvements, including more fields for use and possible tournament hosting, new playground equipment, a splash pad, walking/biking paths, street pavement improvements, a dog park, a teen/community center for youth activities and/or a movie theater and the quiet zone.

Since that time, financing options have become more attractive due to almost all-time low interest rates. Also with the opportunity to buy the modular building, Staff is looking at other options for a City Hall facility that would be smaller and therefore, reduce the cost of a new City Hall.

Staff has now asked for financing options for the Council to discuss and consider at this worksession, which will then allow Council to give direction to Staff. Any action to proceed would then be brought to a regular Council meeting.

Staff Recommendation:

Council pleasure



Excise Tax and State Shared Revenue and Refunding Obligations, Series 2020

Monday, September 14, 2020

Mark Reader
Managing Director
(602) 794-4011
mreader@stifel.com

City of Benson Public Policy Considerations

1. Consider the Restructuring of Excise Tax and State Shared Revenue and Refunding Obligations, Series 2010
 - Current average interest rate: 4.43%
 - New Series 2020 estimated interest rate: 2.07%
2. Limit to the extent possible the present value loss, due to the longer amortization, or realize net present value savings
3. Layer in new \$3.3 - \$3.5 million Excise Tax and State Shared Revenue financing for City Projects such that aggregate annual debt service does not exceed \$450,000, or \$50,000 higher than current 2010 Bond payments.
4. Maintain the City's current "AA-" underlying credit rating.

Excise Tax and State Shared Revenue Obligations Outstanding (\$'000s Omitted)

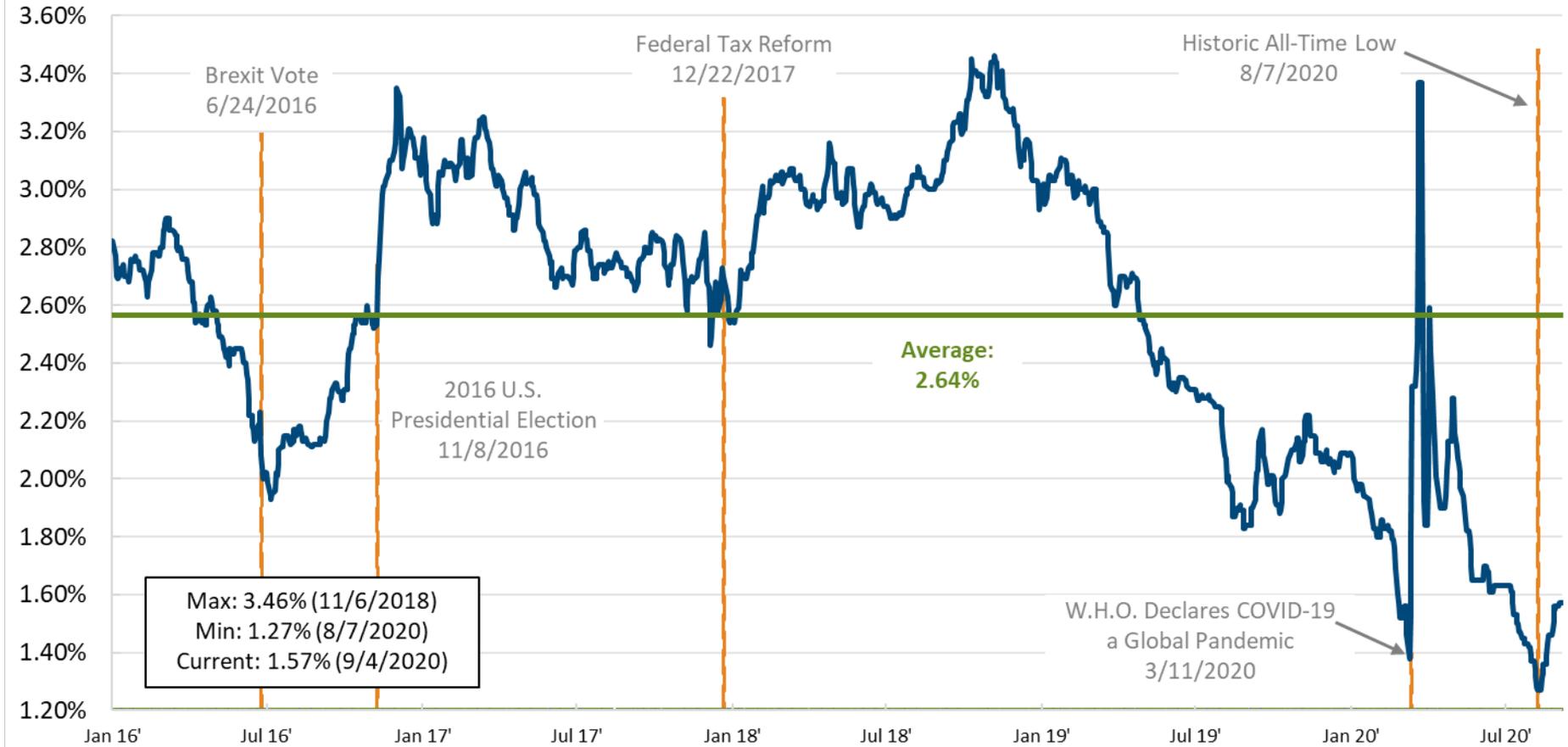
Fiscal Year Ending (July 1)	<div style="border: 1px solid black; padding: 5px; text-align: center;"> \$2,525 Excise Tax and State Shared Revenue Obligations, Series 2010 Dated: 7/1/10 </div>		<div style="border: 1px solid black; padding: 5px; text-align: center;"> \$2,715 Excise Tax and State Shared Revenue Refunding, Obligations, Series 2010 Dated: 7/1/10 </div>		Total
	Principal	Coupon	Principal	Coupon	
2021	\$135	4.000%	\$140	4.000%	\$275
2022	140	4.250%	150	4.250%	290
2023	145	4.250%	155	4.250%	300
2024	150	4.250%	160	4.250%	310
2025	155	4.250%	170	4.250%	325
2026	160	4.500%	175	4.500%	335
2027	170	4.500%	185	4.500%	355
2028	175	4.500%	190	4.500%	365
2029	185	4.500%	200	4.500%	385
	<u>\$1,415</u>		<u>\$1,525</u>		<u>\$2,940</u>

Call
Features:

7/1/21 and After
Callable 7/1/20
@ par

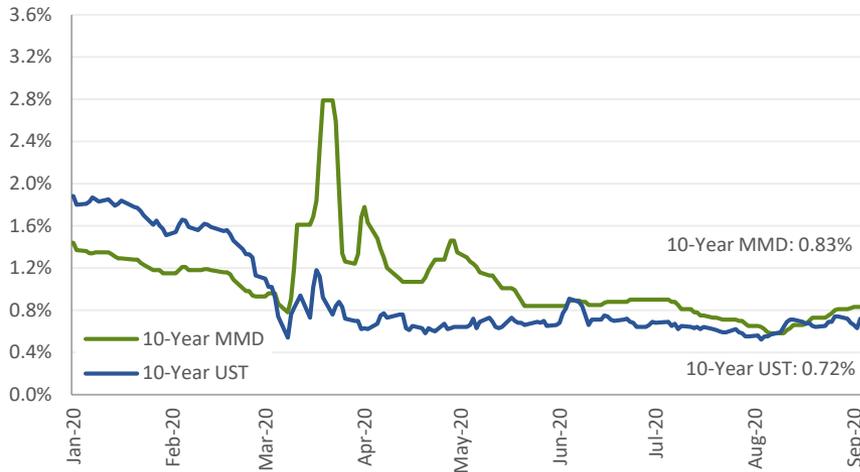
7/1/21 and After
Callable 7/1/20
@ par

30-Year AAA MMD Since January 1, 2016



AAA MMD and UST Rates Observe Mixed Results Throughout the Curve

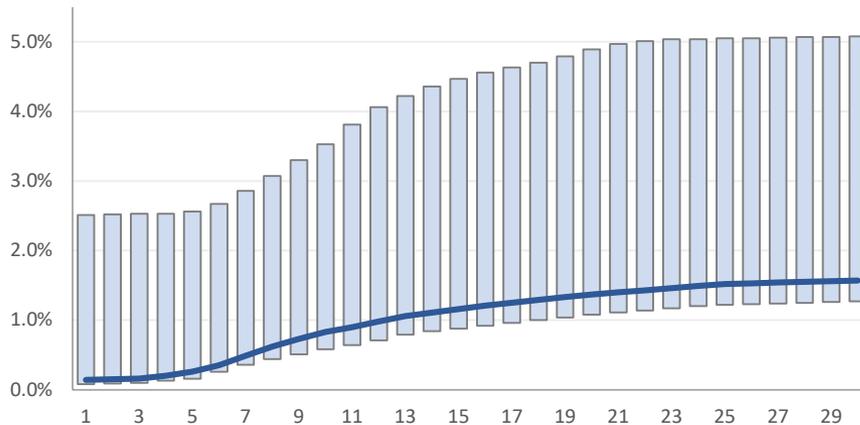
The Negative Gap Between the 10-Year MMD and UST Remains Open
 Comparing 10-Year UST and 10-Year AAA MMD since January 1, 2020



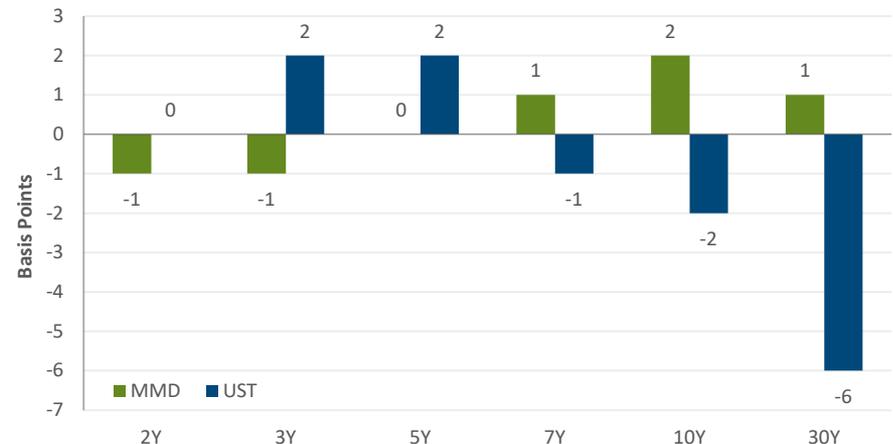
30-Year UST Yield Climbs 12 bps in One Day, On Friday
 Comparing 30-Year UST and 30-Year AAA MMD since January 1, 2020



AAA MMD Rates Climb from All-Time Record Lows in Some Maturities
 10-Year Historical AAA MMD Range vs. Current AAA MMD



Comparing MMD and UST Rate Movements in Multiple Maturities
 August 28, 2020 to September 4, 2020



Restructuring of Excise Tax and State Shared Revenue and Refunding Obligations, Series 2010 (\$3.3 Million Scenario)

Maturity Year	Obligations Being Refunded			Refunding Obligations			Gross Savings	Present Value Savings
	Principal	Interest	Debt Service	Interest				
				Principal	Est @ 2.07%	Debt Service		
2021	\$ 275,000	\$ 127,863	\$ 402,863	\$ 160,000	\$ 72,331	\$ 232,331	\$ 170,532	\$ 169,410
2022	290,000	116,863	406,863	130,000	104,150	234,150	172,713	168,817
2023	300,000	104,538	404,538	130,000	100,250	230,250	174,288	167,983
2024	310,000	91,788	401,788	135,000	95,050	230,050	171,738	163,221
2025	325,000	78,613	403,613	140,000	89,650	229,650	173,963	163,034
2026	335,000	64,800	399,800	150,000	84,050	234,050	165,750	153,171
2027	355,000	49,725	404,725	155,000	78,050	233,050	171,675	156,435
2028	365,000	33,750	398,750	160,000	70,300	230,300	168,450	151,356
2029	385,000	17,325	402,325	170,000	62,300	232,300	170,025	150,643
2030				180,000	53,800	233,800	(233,800)	(204,648)
2031				185,000	44,800	229,800	(229,800)	(198,353)
2032				195,000	35,550	230,550	(230,550)	(196,233)
2033				205,000	25,800	230,800	(230,800)	(193,712)
2034				215,000	17,600	232,600	(232,600)	(192,511)
2035				225,000	9,000	234,000	(234,000)	(190,978)
Totals	\$ 2,940,000	\$ 685,263	\$ 3,625,263	\$ 2,535,000	\$ 942,681	\$ 3,477,681	\$ 147,582	\$ 267,637

Current annual debt service of approximately \$400,000.



Net PV Savings: **\$267,637**
 Net PV Savings as a Percent of Refunded Obligations: **9.10%**

\$3.3 Million Excise Tax and State Shared Revenue, Series 2020

Maturity Year	Refunding Obligations			\$3,300,000 Series 2020 Obligations			Total Annual Debt Service
	Principal	Interest	Debt Service	Principal	Interest Est @ 2.40%	Debt Service	
2021	\$ 160,000	\$ 72,331	\$ 232,331	\$ 135,000	\$ 78,970	\$ 213,970	\$ 446,300
2022	130,000	104,150	234,150	100,000	114,900	214,900	449,050
2023	130,000	100,250	230,250	105,000	111,900	216,900	447,150
2024	135,000	95,050	230,050	110,000	107,700	217,700	447,750
2025	140,000	89,650	229,650	115,000	103,300	218,300	447,950
2026	150,000	84,050	234,050	115,000	98,700	213,700	447,750
2027	155,000	78,050	233,050	120,000	94,100	214,100	447,150
2028	160,000	70,300	230,300	130,000	88,100	218,100	448,400
2029	170,000	62,300	232,300	135,000	81,600	216,600	448,900
2030	180,000	53,800	233,800	140,000	74,850	214,850	448,650
2031	185,000	44,800	229,800	150,000	67,850	217,850	447,650
2032	195,000	35,550	230,550	155,000	60,350	215,350	445,900
2033	205,000	25,800	230,800	165,000	52,600	217,600	448,400
2034	215,000	17,600	232,600	170,000	46,000	216,000	448,600
2035	225,000	9,000	234,000	175,000	39,200	214,200	448,200
2036				415,000	32,200	447,200	447,200
2037				390,000	15,600	405,600	405,600
Totals	\$ 2,535,000	\$ 942,681	\$ 3,477,681	\$ 2,825,000	\$ 1,267,920	\$ 4,092,920	\$ 7,570,600


 New annual debt service of less than \$450,000.

Restructuring of Excise Tax and State Shared Revenue and Refunding Obligations, Series 2010 (\$3.5 Million Scenario)

Maturity Year	Obligations Being Refunded			Refunding Obligations			Estimated Savings	
	Principal	Interest	Debt Service	Principal	Interest		Gross Savings	Present Value Savings
					Est @ 2.36%	Debt Service		
2021	\$ 275,000	\$ 127,863	\$ 402,863	\$ 130,000	\$ 71,634	\$ 201,634	\$ 201,229	\$ 199,790
2022	290,000	116,863	406,863	100,000	104,000	204,000	202,863	198,165
2023	300,000	104,538	404,538	105,000	101,000	206,000	198,538	191,172
2024	310,000	91,788	401,788	105,000	96,800	201,800	199,988	189,821
2025	325,000	78,613	403,613	110,000	92,600	202,600	201,013	188,071
2026	335,000	64,800	399,800	115,000	88,200	203,200	196,600	181,314
2027	355,000	49,725	404,725	120,000	83,600	203,600	201,125	182,837
2028	365,000	33,750	398,750	125,000	77,600	202,600	196,150	175,763
2029	385,000	17,325	402,325	135,000	71,350	206,350	195,975	173,095
2030				140,000	64,600	204,600	(204,600)	(178,539)
2031				145,000	57,600	202,600	(202,600)	(174,279)
2032				155,000	50,350	205,350	(205,350)	(174,127)
2033				160,000	42,600	202,600	(202,600)	(169,349)
2034				165,000	36,200	201,200	(201,200)	(165,787)
2035				175,000	29,600	204,600	(204,600)	(166,188)
2036				180,000	22,600	202,600	(202,600)	(162,221)
2037				190,000	15,400	205,400	(205,400)	(162,121)
2038				195,000	7,800	202,800	(202,800)	(157,789)
Totals	\$ 2,940,000	\$ 685,263	\$ 3,625,263	\$ 2,550,000	\$ 1,113,534	\$ 3,663,534	\$ (38,271)	\$ 169,631

Current annual debt service of approximately \$400,000.



Net PV Savings: **\$ 169,631**
 Net PV Savings as a Percent of Refunded Obligations: **5.77%**

\$3.5 Million Excise Tax and State Shared Revenue, Series 2020

Maturity Year	Refunding Obligations			\$3,500,000 Series 2020 Obligations			Total Annual Debt Service
	Principal	Interest	Debt Service	Principal	Interest Est @ 2.32%	Debt Service	
2021	\$ 130,000	\$ 71,634	\$ 201,634	\$ 160,000	\$ 84,148	\$ 244,148	\$ 445,782
2022	100,000	104,000	204,000	120,000	121,950	241,950	445,950
2023	105,000	101,000	206,000	125,000	118,350	243,350	449,350
2024	105,000	96,800	201,800	130,000	113,350	243,350	445,150
2025	110,000	92,600	202,600	135,000	108,150	243,150	445,750
2026	115,000	88,200	203,200	140,000	102,750	242,750	445,950
2027	120,000	83,600	203,600	145,000	97,150	242,150	445,750
2028	125,000	77,600	202,600	155,000	89,900	244,900	447,500
2029	135,000	71,350	206,350	160,000	82,150	242,150	448,500
2030	140,000	64,600	204,600	170,000	74,150	244,150	448,750
2031	145,000	57,600	202,600	180,000	65,650	245,650	448,250
2032	155,000	50,350	205,350	185,000	56,650	241,650	447,000
2033	160,000	42,600	202,600	200,000	47,400	247,400	450,000
2034	165,000	36,200	201,200	205,000	39,400	244,400	445,600
2035	175,000	29,600	204,600	210,000	31,200	241,200	445,800
2036	180,000	22,600	202,600	220,000	22,800	242,800	445,400
2037	190,000	15,400	205,400	230,000	14,000	244,000	449,400
2038	195,000	7,800	202,800	120,000	4,800	124,800	327,600
Totals	\$ 2,550,000	\$ 1,113,534	\$ 3,663,534	\$ 2,990,000	\$ 1,273,948	\$ 4,263,948	\$ 7,927,482

New annual debt service of less than \$450,000.

Date	Event
September 14 th	City Council study session to review and educate the City Council on issuing refunding and new money bonds – no formal action but with direction to proceed.
Week of October 5 th	Initiate credit rating agency meetings/conference calls.
October 19 th (on or around)	All legal and financing documents due to the City.
October 26 th	City Council adopts Resolution authorizing the issuance of the bonds.
Week of November 9 th (on or around)	Sell bonds.
Week of November 16 th /23 rd	Close transaction. Funds available to award a construction contract.

Stifel, Nicolaus & Company, Incorporated (“Stifel”) has been engaged or appointed to serve as an underwriter or placement agent with respect to a particular issuance of municipal securities to which the attached material relates and Stifel is providing all information and advice contained in the attached material in its capacity as underwriter or placement agent for that particular issuance. As outlined in the SEC’s Municipal Advisor Rule, Stifel has not acted, and will not act, as your municipal advisor with respect to the issuance of the municipal securities that is the subject to the engagement.

Stifel is providing information and is declaring to the proposed municipal issuer that it has done so within the regulatory framework of MSRB Rule G-23 as an underwriter (by definition also including the role of placement agent) and not as a financial advisor, as defined therein, with respect to the referenced proposed issuance of municipal securities. The primary role of Stifel, as an underwriter, is to purchase securities for resale to investors in an arm’s-length commercial transaction. Serving in the role of underwriter, Stifel has financial and other interests that differ from those of the issuer. The issuer should consult with its own financial and/or municipal, legal, accounting, tax and other advisors, as applicable, to the extent it deems appropriate.

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Appendix A:
2013 S&P Rating Report (“AA-”)

Summary:**Benson, Arizona; Miscellaneous Tax****05-Aug-2013****Credit Profile**

Benson excise tax & st shared rev obligs (AGM)

Unenhanced Rating

AA-(SPUR)/Stable

Affirmed

Many issues are enhanced by bond insurance.

Rationale

Standard & Poor's Ratings Services affirmed its 'AA-' underlying rating (SPUR) on **Benson, Ariz.**'s excise tax and state-shared revenue obligations, series 2010, and revenue refunding obligations, series 2010. The outlook is stable.

The rating reflects our view of Benson's:

- Local economy, which is somewhat limited to tourism and retirees, and access to the southern Tucson employment market;
- Very strong 9.1x coverage of maximum annual debt service (MADS);
- Strong 2.0x additional bonds test (ABT); and
- Lack of current plans to issue additional parity debt.

The bonds are secured by city excise taxes, including city sales taxes, license and franchise fees, and state-shared sales and income tax revenues. State income and sales tax distributions to local cities are determined by a statutory formula based on the proportion of the city's population to total state population.

Benson is located 45 miles southeast of Tucson and 30 miles north of Sierra Vista. The city's population was 5,477 in 2012. The city, which is located near the Kartchner Caverns State Park, is a tourist attraction and hosts a retirement community. It also estimates the winter population increases to between 8,000 and 9,000 due to "snowbirds" from northern states. Residents can commute to southern Tucson, Sierra Vista, or Ft. Huachuca. Local employment is limited mostly to a fertilizer manufacturing plant, a branch of Cochise Community College, the surrounding agricultural region of the San Pedro Valley, and service and retail industries.

In our opinion, the city's median household effective buying income (EBI) is adequate, at 76% of the national level, though per capita EBI is good, at 92% of the national level. We attribute the difference in the two EBI levels to the retiree population. The city's per capita retail sales are very strong, in our view, at 134% of the national level and 140% of the state average. The most recent unemployment rate for Cochise County (May 2013) is estimated at 7.8%, which is equal to the state level of 7.8% and higher than the national level of 7.6%.

Overall combined pledged city and state excise taxes fell 4.8% to \$3.7 million in fiscal 2012. The city estimates that pledged city and state excise taxes will increase 6.3% to \$4.0 million in fiscal 2013. Total pledged excise taxes in fiscal 2012, the last audited year, covered estimated future MADS by 9.1x, which we consider very strong.

The ABT, which requires 2.0x debt service coverage of future MADS by pledged revenues in the most recently completed fiscal year, is strong, in our opinion. Benson has indicated that it has no current plans to issue additional parity debt. Pledged excise taxes account for 85% of total general fund revenues. As a result, we consider it unlikely that the city would issue additional debt to the fullest extent of the ABT, as it needs to maintain revenues to pay for ongoing

general fund operations. The city's unreserved general fund balance of \$5.6 million at fiscal year end 2012 was equal to 115% of general fund expenditures, which we consider very strong.

Outlook

The stable outlook reflects our anticipation that MADS coverage from pledged revenues will likely remain very strong during the two-year outlook time frame. The outlook also reflects our view of the 2.0x ABT, as well as of Benson's lack of additional parity bonding plans and of the city's need to preserve excess coverage to fund its ongoing general fund operations.

Related Criteria And Research

USPF Criteria: [Special Tax Bonds](#), June 13, 2007

Complete ratings information is available to subscribers of RatingsDirect at www.globalcreditportal.com. All ratings affected by this rating action can be found on Standard & Poor's public Web site at www.standardandpoors.com. Use the Ratings search box located in the left column.

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Appendix B: Preliminary Numbers

SOURCES AND USES OF FUNDS

City of Benson, Arizona
Excise Tax and State Shared Revenue and Refunding, Series 2020
[Scenario 2B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.3 Million]

Dated Date 11/02/2020
 Delivery Date 11/02/2020

Sources:	Excise Tax and State Shared Revenue Obligations, Series 2020	Excise Tax Revenue Refunding Obligations, Series 2020	Total
<hr/>			
Bond Proceeds:			
Par Amount	2,825,000.00	2,535,000.00	5,360,000.00
Premium	543,715.60	510,893.80	1,054,609.40
	<hr/>		
	3,368,715.60	3,045,893.80	6,414,609.40
<hr/> <hr/>			
Uses:	Excise Tax and State Shared Revenue Obligations, Series 2020	Excise Tax Revenue Refunding Obligations, Series 2020	Total
<hr/>			
Project Fund Deposits:			
Project Fund	3,300,000.00		3,300,000.00
Refunding Escrow Deposits:			
Cash Deposit		2,982,976.01	2,982,976.01
Delivery Date Expenses:			
Cost of Issuance	34,258.40	30,741.60	65,000.00
Underwriter's Discount	33,900.00	30,420.00	64,320.00
	<hr/>	<hr/>	<hr/>
	68,158.40	61,161.60	129,320.00
Other Uses of Funds:			
Additional Proceeds	557.20	1,756.19	2,313.39
	<hr/>		
	3,368,715.60	3,045,893.80	6,414,609.40
<hr/> <hr/>			

BOND PRICING

**City of Benson, Arizona
Excise Tax and State Shared Revenue and Refunding, Series 2020
[Scenario 2B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.3 Million]**

Bond Component	Maturity Date	Amount	Rate	Yield	Price	Yield to Maturity	Call Date for Arb Yield	Call Price for Arb Yield	Premium (-Discount)
Serial Bonds:									
	07/01/2021	295,000	3.000%	0.410%	101.715				5,059.25
	07/01/2022	230,000	3.000%	0.480%	104.170				9,591.00
	07/01/2023	235,000	4.000%	0.540%	109.138				21,474.30
	07/01/2024	245,000	4.000%	0.620%	112.224				29,948.80
	07/01/2025	255,000	4.000%	0.730%	114.966				38,163.30
	07/01/2026	265,000	4.000%	0.880%	117.200				45,580.00
	07/01/2027	275,000	5.000%	1.010%	125.649				70,534.75
	07/01/2028	290,000	5.000%	1.110%	128.502				82,655.80
	07/01/2029	305,000	5.000%	1.210%	131.082				94,800.10
	07/01/2030	320,000	5.000%	1.300%	130.222 C	1.610%	07/01/2029	100.000	96,710.40
	07/01/2031	335,000	5.000%	1.360%	129.652 C	1.913%	07/01/2029	100.000	99,334.20
	07/01/2032	350,000	5.000%	1.430%	128.991 C	2.173%	07/01/2029	100.000	101,468.50
		<u>3,400,000</u>							<u>695,320.40</u>
Term Bond 1:	07/01/2035	1,155,000	4.000%	1.620%	119.164 C	2.438%	07/01/2029	100.000	221,344.20
Term Bond 2:	07/01/2040	805,000	4.000%	1.850%	117.136 C	2.855%			137,944.80
		<u>5,360,000</u>							<u>1,054,609.40</u>

Dated Date	11/02/2020	
Delivery Date	11/02/2020	
First Coupon	07/01/2021	
Par Amount	5,360,000.00	
Premium	1,054,609.40	
Production	6,414,609.40	119.675549%
Underwriter's Discount	(64,320.00)	(1.200000%)
Purchase Price	6,350,289.40	118.475549%
Accrued Interest		
Net Proceeds	<u>6,350,289.40</u>	

BOND DEBT SERVICE

City of Benson, Arizona
Excise Tax and State Shared Revenue and Refunding, Series 2020
[Scenario 2B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.3 Million]

Dated Date 11/02/2020
 Delivery Date 11/02/2020

Period Ending	Principal	Coupon	Interest	Debt Service
07/01/2021	295,000	3.000%	151,300.27	446,300.27
07/01/2022	230,000	3.000%	219,050.00	449,050.00
07/01/2023	235,000	4.000%	212,150.00	447,150.00
07/01/2024	245,000	4.000%	202,750.00	447,750.00
07/01/2025	255,000	4.000%	192,950.00	447,950.00
07/01/2026	265,000	4.000%	182,750.00	447,750.00
07/01/2027	275,000	5.000%	172,150.00	447,150.00
07/01/2028	290,000	5.000%	158,400.00	448,400.00
07/01/2029	305,000	5.000%	143,900.00	448,900.00
07/01/2030	320,000	5.000%	128,650.00	448,650.00
07/01/2031	335,000	5.000%	112,650.00	447,650.00
07/01/2032	350,000	5.000%	95,900.00	445,900.00
07/01/2033	370,000	4.000%	78,400.00	448,400.00
07/01/2034	385,000	4.000%	63,600.00	448,600.00
07/01/2035	400,000	4.000%	48,200.00	448,200.00
07/01/2036	415,000	4.000%	32,200.00	447,200.00
07/01/2037	390,000	4.000%	15,600.00	405,600.00
	5,360,000		2,210,600.27	7,570,600.27

BOND DEBT SERVICE

**City of Benson, Arizona
Excise Tax and State Shared Revenue Obligations, Series 2020**

Dated Date 11/02/2020
Delivery Date 11/02/2020

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
11/02/2020					
07/01/2021	135,000	3.000%	78,969.58	213,969.58	213,969.58
01/01/2022			57,450.00	57,450.00	
07/01/2022	100,000	3.000%	57,450.00	157,450.00	214,900.00
01/01/2023			55,950.00	55,950.00	
07/01/2023	105,000	4.000%	55,950.00	160,950.00	216,900.00
01/01/2024			53,850.00	53,850.00	
07/01/2024	110,000	4.000%	53,850.00	163,850.00	217,700.00
01/01/2025			51,650.00	51,650.00	
07/01/2025	115,000	4.000%	51,650.00	166,650.00	218,300.00
01/01/2026			49,350.00	49,350.00	
07/01/2026	115,000	4.000%	49,350.00	164,350.00	213,700.00
01/01/2027			47,050.00	47,050.00	
07/01/2027	120,000	5.000%	47,050.00	167,050.00	214,100.00
01/01/2028			44,050.00	44,050.00	
07/01/2028	130,000	5.000%	44,050.00	174,050.00	218,100.00
01/01/2029			40,800.00	40,800.00	
07/01/2029	135,000	5.000%	40,800.00	175,800.00	216,600.00
01/01/2030			37,425.00	37,425.00	
07/01/2030	140,000	5.000%	37,425.00	177,425.00	214,850.00
01/01/2031			33,925.00	33,925.00	
07/01/2031	150,000	5.000%	33,925.00	183,925.00	217,850.00
01/01/2032			30,175.00	30,175.00	
07/01/2032	155,000	5.000%	30,175.00	185,175.00	215,350.00
01/01/2033			26,300.00	26,300.00	
07/01/2033	165,000	4.000%	26,300.00	191,300.00	217,600.00
01/01/2034			23,000.00	23,000.00	
07/01/2034	170,000	4.000%	23,000.00	193,000.00	216,000.00
01/01/2035			19,600.00	19,600.00	
07/01/2035	175,000	4.000%	19,600.00	194,600.00	214,200.00
01/01/2036			16,100.00	16,100.00	
07/01/2036	415,000	4.000%	16,100.00	431,100.00	447,200.00
01/01/2037			7,800.00	7,800.00	
07/01/2037	390,000	4.000%	7,800.00	397,800.00	405,600.00
	2,825,000		1,267,919.58	4,092,919.58	4,092,919.58

BOND DEBT SERVICE

**City of Benson, Arizona
Excise Tax Revenue Refunding Obligations, Series 2020**

Dated Date 11/02/2020
Delivery Date 11/02/2020

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
11/02/2020					
07/01/2021	160,000	3.000%	72,330.69	232,330.69	232,330.69
01/01/2022			52,075.00	52,075.00	
07/01/2022	130,000	3.000%	52,075.00	182,075.00	234,150.00
01/01/2023			50,125.00	50,125.00	
07/01/2023	130,000	4.000%	50,125.00	180,125.00	230,250.00
01/01/2024			47,525.00	47,525.00	
07/01/2024	135,000	4.000%	47,525.00	182,525.00	230,050.00
01/01/2025			44,825.00	44,825.00	
07/01/2025	140,000	4.000%	44,825.00	184,825.00	229,650.00
01/01/2026			42,025.00	42,025.00	
07/01/2026	150,000	4.000%	42,025.00	192,025.00	234,050.00
01/01/2027			39,025.00	39,025.00	
07/01/2027	155,000	5.000%	39,025.00	194,025.00	233,050.00
01/01/2028			35,150.00	35,150.00	
07/01/2028	160,000	5.000%	35,150.00	195,150.00	230,300.00
01/01/2029			31,150.00	31,150.00	
07/01/2029	170,000	5.000%	31,150.00	201,150.00	232,300.00
01/01/2030			26,900.00	26,900.00	
07/01/2030	180,000	5.000%	26,900.00	206,900.00	233,800.00
01/01/2031			22,400.00	22,400.00	
07/01/2031	185,000	5.000%	22,400.00	207,400.00	229,800.00
01/01/2032			17,775.00	17,775.00	
07/01/2032	195,000	5.000%	17,775.00	212,775.00	230,550.00
01/01/2033			12,900.00	12,900.00	
07/01/2033	205,000	4.000%	12,900.00	217,900.00	230,800.00
01/01/2034			8,800.00	8,800.00	
07/01/2034	215,000	4.000%	8,800.00	223,800.00	232,600.00
01/01/2035			4,500.00	4,500.00	
07/01/2035	225,000	4.000%	4,500.00	229,500.00	234,000.00
	2,535,000		942,680.69	3,477,680.69	3,477,680.69

SAVINGS

**City of Benson, Arizona
Excise Tax and State Shared Revenue and Refunding, Series 2020
[Scenario 2B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.3 Million]**

Date	Prior Debt Service	Refunding Debt Service	Savings	Present Value to 11/02/2020 @ 1.3911762%
07/01/2021	402,862.50	232,330.69	170,531.81	169,410.08
07/01/2022	406,862.50	234,150.00	172,712.50	168,817.26
07/01/2023	404,537.50	230,250.00	174,287.50	167,982.65
07/01/2024	401,787.50	230,050.00	171,737.50	163,221.21
07/01/2025	403,612.50	229,650.00	173,962.50	163,034.33
07/01/2026	399,800.00	234,050.00	165,750.00	153,170.97
07/01/2027	404,725.00	233,050.00	171,675.00	156,435.48
07/01/2028	398,750.00	230,300.00	168,450.00	151,356.04
07/01/2029	402,325.00	232,300.00	170,025.00	150,642.94
07/01/2030		233,800.00	(233,800.00)	(204,647.66)
07/01/2031		229,800.00	(229,800.00)	(198,352.80)
07/01/2032		230,550.00	(230,550.00)	(196,232.54)
07/01/2033		230,800.00	(230,800.00)	(193,712.12)
07/01/2034		232,600.00	(232,600.00)	(192,510.88)
07/01/2035		234,000.00	(234,000.00)	(190,978.45)
	3,625,262.50	3,477,680.69	147,581.81	267,636.50

Savings Summary

PV of savings from cash flow	267,636.50
Plus: Refunding funds on hand	1,756.19
	<hr/>
Net PV Savings	269,392.69

SUMMARY OF REFUNDING RESULTS

City of Benson, Arizona
Excise Tax and State Shared Revenue and Refunding, Series 2020
[Scenario 2B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.3 Million]

Dated Date	11/02/2020
Delivery Date	11/02/2020
Arbitrage yield	1.391176%
Escrow yield	0.000000%
Value of Negative Arbitrage	
Bond Par Amount	2,535,000.00
True Interest Cost	1.930779%
Net Interest Cost	2.178376%
All-In TIC	2.073982%
Average Coupon	4.442844%
Average Life	8.370
Par amount of refunded bonds	2,940,000.00
Average coupon of refunded bonds	4.425950%
Average life of refunded bonds	4.936
PV of prior debt to 11/02/2020 @ 1.391176%	3,403,092.65
Net PV Savings	269,392.69
Percentage savings of refunded bonds	9.163017%
Percentage savings of refunding bonds	10.626931%

BOND SUMMARY STATISTICS

City of Benson, Arizona
Excise Tax and State Shared Revenue and Refunding, Series 2020
[Scenario 2B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.3 Million]

Dated Date	11/02/2020
Delivery Date	11/02/2020
First Coupon	07/01/2021
Last Maturity	07/01/2037
Arbitrage Yield	1.391176%
True Interest Cost (TIC)	2.129493%
Net Interest Cost (NIC)	2.390496%
All-In TIC	2.259037%
Average Coupon	4.330397%
Average Life (years)	9.524
Duration of Issue (years)	8.044
Par Amount	5,360,000.00
Bond Proceeds	6,414,609.40
Total Interest	2,210,600.27
Net Interest	1,220,310.87
Total Debt Service	7,570,600.27
Maximum Annual Debt Service	449,050.00
Average Annual Debt Service	454,311.73
Underwriter's Fees (per \$1000)	
Average Takedown	
Other Fee	12.000000
Total Underwriter's Discount	12.000000
Bid Price	118.475549

Bond Component	Par Value	Price	Average Coupon	Average Life	Duration	PV of 1 bp change
Serial Bonds	3,400,000.00	120.451	4.758%	6.540	5.915	2,195.75
Term Bond 1	1,155,000.00	119.164	4.000%	13.690	10.970	1,027.95
Term Bond 2	805,000.00	117.136	4.000%	16.148	12.411	708.40
	5,360,000.00			9.524		3,932.10

	TIC	All-In TIC	Arbitrage Yield
Par Value	5,360,000.00	5,360,000.00	5,360,000.00
+ Accrued Interest			
+ Premium (Discount)	1,054,609.40	1,054,609.40	1,054,609.40
- Underwriter's Discount	(64,320.00)	(64,320.00)	
- Cost of Issuance Expense		(65,000.00)	
- Other Amounts			
Target Value	6,350,289.40	6,285,289.40	6,414,609.40
Target Date	11/02/2020	11/02/2020	11/02/2020
Yield	2.129493%	2.259037%	1.391176%

BOND SUMMARY STATISTICS

**City of Benson, Arizona
Excise Tax and State Shared Revenue Obligations, Series 2020**

Dated Date	11/02/2020
Delivery Date	11/02/2020
First Coupon	07/01/2021
Last Maturity	07/01/2037
Arbitrage Yield	1.391176%
True Interest Cost (TIC)	2.275692%
Net Interest Cost (NIC)	2.541373%
All-In TIC	2.395363%
Average Coupon	4.250415%
Average Life (years)	10.559
Duration of Issue (years)	8.746
Par Amount	2,825,000.00
Bond Proceeds	3,368,715.60
Total Interest	1,267,919.58
Net Interest	758,103.98
Total Debt Service	4,092,919.58
Maximum Annual Debt Service	447,200.00
Average Annual Debt Service	245,616.11
Underwriter's Fees (per \$1000)	
Average Takedown	
Other Fee	12.000000
Total Underwriter's Discount	12.000000
Bid Price	118.046570

Bond Component	Par Value	Price	Average Coupon	Average Life	Duration	PV of 1 bp change
Serial Bonds	1,510,000.00	120.400	4.758%	6.525	5.894	972.70
Term Bond 1	510,000.00	119.164	4.000%	13.683	10.966	453.90
Term Bond 2	805,000.00	117.136	4.000%	16.148	12.411	708.40
	2,825,000.00			10.559		2,135.00

	TIC	All-In TIC	Arbitrage Yield
Par Value	2,825,000.00	2,825,000.00	2,825,000.00
+ Accrued Interest			
+ Premium (Discount)	543,715.60	543,715.60	543,715.60
- Underwriter's Discount	(33,900.00)	(33,900.00)	
- Cost of Issuance Expense		(34,258.40)	
- Other Amounts			
Target Value	3,334,815.60	3,300,557.20	3,368,715.60
Target Date	11/02/2020	11/02/2020	11/02/2020
Yield	2.275692%	2.395363%	1.391176%

BOND SUMMARY STATISTICS

City of Benson, Arizona Excise Tax Revenue Refunding Obligations, Series 2020

Dated Date	11/02/2020
Delivery Date	11/02/2020
First Coupon	07/01/2021
Last Maturity	07/01/2035
Arbitrage Yield	1.391176%
True Interest Cost (TIC)	1.930779%
Net Interest Cost (NIC)	2.178376%
All-In TIC	2.073982%
Average Coupon	4.442844%
Average Life (years)	8.370
Duration of Issue (years)	7.240
Par Amount	2,535,000.00
Bond Proceeds	3,045,893.80
Total Interest	942,680.69
Net Interest	462,206.89
Total Debt Service	3,477,680.69
Maximum Annual Debt Service	234,150.00
Average Annual Debt Service	237,159.51
Underwriter's Fees (per \$1000)	
Average Takedown	
Other Fee	12.000000
Total Underwriter's Discount	12.000000
Bid Price	118.953602

Bond Component	Par Value	Price	Average Coupon	Average Life	Duration	PV of 1 bp change
Serial Bonds	1,890,000.00	120.491	4.759%	6.553	5.915	1,223.05
Term Bond 1	645,000.00	119.164	4.000%	13.695	10.973	574.05
	2,535,000.00			8.370		1,797.10

	TIC	All-In TIC	Arbitrage Yield
Par Value	2,535,000.00	2,535,000.00	2,535,000.00
+ Accrued Interest			
+ Premium (Discount)	510,893.80	510,893.80	510,893.80
- Underwriter's Discount	(30,420.00)	(30,420.00)	
- Cost of Issuance Expense		(30,741.60)	
- Other Amounts			
Target Value	3,015,473.80	2,984,732.20	3,045,893.80
Target Date	11/02/2020	11/02/2020	11/02/2020
Yield	1.930779%	2.073982%	1.391176%

SUMMARY OF BONDS REFUNDED

City of Benson, Arizona
Excise Tax and State Shared Revenue and Refunding, Series 2020
[Scenario 2B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.3 Million]

Bond	Maturity Date	Interest Rate	Par Amount	Call Date	Call Price
Excise Tax and State Shared Revenue Obligations, Series 2010, 2010NM, SERIAL:					
	07/01/2021	4.000%	135,000.00	11/02/2020	100.000
Excise Tax and State Shared Revenue Obligations, Series 2010, 2010NM, TERM2025:					
	07/01/2022	4.250%	140,000.00	11/02/2020	100.000
	07/01/2023	4.250%	145,000.00	11/02/2020	100.000
	07/01/2024	4.250%	150,000.00	11/02/2020	100.000
	07/01/2025	4.250%	<u>155,000.00</u>	11/02/2020	100.000
			590,000.00		
Excise Tax and State Shared Revenue Obligations, Series 2010, 2010NM, TERM2029:					
	07/01/2026	4.500%	160,000.00	11/02/2020	100.000
	07/01/2027	4.500%	170,000.00	11/02/2020	100.000
	07/01/2028	4.500%	175,000.00	11/02/2020	100.000
	07/01/2029	4.500%	<u>185,000.00</u>	11/02/2020	100.000
			690,000.00		
Excise Tax and State Shared Revenue Refunding Obligations, Series 2010, 2010REF, SERIAL:					
	07/01/2021	4.000%	140,000.00	11/02/2020	100.000
Excise Tax and State Shared Revenue Refunding Obligations, Series 2010, 2010REF, TERM2025:					
	07/01/2022	4.250%	150,000.00	11/02/2020	100.000
	07/01/2023	4.250%	155,000.00	11/02/2020	100.000
	07/01/2024	4.250%	160,000.00	11/02/2020	100.000
	07/01/2025	4.250%	<u>170,000.00</u>	11/02/2020	100.000
			635,000.00		
Excise Tax and State Shared Revenue Refunding Obligations, Series 2010, 2010REF, TERM2029:					
	07/01/2026	4.500%	175,000.00	11/02/2020	100.000
	07/01/2027	4.500%	185,000.00	11/02/2020	100.000
	07/01/2028	4.500%	190,000.00	11/02/2020	100.000
	07/01/2029	4.500%	<u>200,000.00</u>	11/02/2020	100.000
			750,000.00		
			<u>2,940,000.00</u>		

PRIOR BOND DEBT SERVICE

City of Benson, Arizona
Excise Tax and State Shared Revenue and Refunding, Series 2020
[Scenario 2B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.3 Million]

Dated Date 11/02/2020
 Delivery Date 11/02/2020

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
11/02/2020					
01/01/2021			63,931.25	63,931.25	
07/01/2021	275,000	4.000%	63,931.25	338,931.25	402,862.50
01/01/2022			58,431.25	58,431.25	
07/01/2022	290,000	4.250%	58,431.25	348,431.25	406,862.50
01/01/2023			52,268.75	52,268.75	
07/01/2023	300,000	4.250%	52,268.75	352,268.75	404,537.50
01/01/2024			45,893.75	45,893.75	
07/01/2024	310,000	4.250%	45,893.75	355,893.75	401,787.50
01/01/2025			39,306.25	39,306.25	
07/01/2025	325,000	4.250%	39,306.25	364,306.25	403,612.50
01/01/2026			32,400.00	32,400.00	
07/01/2026	335,000	4.500%	32,400.00	367,400.00	399,800.00
01/01/2027			24,862.50	24,862.50	
07/01/2027	355,000	4.500%	24,862.50	379,862.50	404,725.00
01/01/2028			16,875.00	16,875.00	
07/01/2028	365,000	4.500%	16,875.00	381,875.00	398,750.00
01/01/2029			8,662.50	8,662.50	
07/01/2029	385,000	4.500%	8,662.50	393,662.50	402,325.00
	2,940,000		685,262.50	3,625,262.50	3,625,262.50

UNDERWRITER EXCLUSION DISCLOSURE**City of Benson, Arizona****Excise Tax and State Shared Revenue and Refunding, Series 2020****[Scenario 2B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.3 Million]**

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SOURCES AND USES OF FUNDS

City of Benson, Arizona
Excise Tax and State Shared Revenue and Refunding, Series 2020
[Scenario 3B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.5 Million]

Dated Date 11/02/2020
 Delivery Date 11/02/2020

Sources:	Excise Tax and State Shared Revenue Obligations, Series 2020	Excise Tax Revenue Refunding Obligations, Series 2020	Total
Bond Proceeds:			
Par Amount	2,990,000.00	2,550,000.00	5,540,000.00
Premium	584,364.30	496,319.85	1,080,684.15
	<u>3,574,364.30</u>	<u>3,046,319.85</u>	<u>6,620,684.15</u>
Uses:			
Project Fund Deposits:			
Project Fund	3,500,000.00		3,500,000.00
Refunding Escrow Deposits:			
Cash Deposit		2,982,976.01	2,982,976.01
Delivery Date Expenses:			
Cost of Issuance	38,484.30	32,743.84	71,228.14
Underwriter's Discount	<u>35,880.00</u>	<u>30,600.00</u>	<u>66,480.00</u>
	<u>74,364.30</u>	<u>63,343.84</u>	<u>137,708.14</u>
	<u>3,574,364.30</u>	<u>3,046,319.85</u>	<u>6,620,684.15</u>

BOND PRICING

**City of Benson, Arizona
Excise Tax and State Shared Revenue and Refunding, Series 2020
[Scenario 3B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.5 Million]**

Bond Component	Maturity Date	Amount	Rate	Yield	Price	Yield to Maturity	Call Date for Arb Yield	Call Price for Arb Yield	Premium (-Discount)
Serial Bonds:									
	07/01/2021	290,000	3.000%	0.410%	101.715				4,973.50
	07/01/2022	220,000	3.000%	0.480%	104.170				9,174.00
	07/01/2023	230,000	4.000%	0.540%	109.138				21,017.40
	07/01/2024	235,000	4.000%	0.620%	112.224				28,726.40
	07/01/2025	245,000	4.000%	0.730%	114.966				36,666.70
	07/01/2026	255,000	4.000%	0.880%	117.200				43,860.00
	07/01/2027	265,000	5.000%	1.010%	125.649				67,969.85
	07/01/2028	280,000	5.000%	1.110%	128.502				79,805.60
	07/01/2029	295,000	5.000%	1.210%	131.082				91,691.90
	07/01/2030	310,000	5.000%	1.300%	130.222 C	1.610%	07/01/2029	100.000	93,688.20
	07/01/2031	325,000	5.000%	1.360%	129.652 C	1.913%	07/01/2029	100.000	96,369.00
	07/01/2032	340,000	5.000%	1.430%	128.991 C	2.173%	07/01/2029	100.000	98,569.40
		<u>3,290,000</u>							<u>672,511.95</u>
Term Bond 1:	07/01/2035	1,115,000	4.000%	1.620%	119.164 C	2.438%	07/01/2029	100.000	213,678.60
Term Bond 2:	07/01/2038	1,135,000	4.000%	1.850%	117.136 C	2.767%	07/01/2029	100.000	194,493.60
		<u>5,540,000</u>							<u>1,080,684.15</u>

Dated Date	11/02/2020	
Delivery Date	11/02/2020	
First Coupon	07/01/2021	
Par Amount	5,540,000.00	
Premium	1,080,684.15	
Production	6,620,684.15	119.506934%
Underwriter's Discount	(66,480.00)	(1.200000%)
Purchase Price	6,554,204.15	118.306934%
Accrued Interest		
Net Proceeds	6,554,204.15	

BOND DEBT SERVICE

City of Benson, Arizona
Excise Tax and State Shared Revenue and Refunding, Series 2020
[Scenario 3B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.5 Million]

Dated Date 11/02/2020
 Delivery Date 11/02/2020

Period Ending	Principal	Coupon	Interest	Debt Service
07/01/2021	290,000	3.000%	155,781.53	445,781.53
07/01/2022	220,000	3.000%	225,950.00	445,950.00
07/01/2023	230,000	4.000%	219,350.00	449,350.00
07/01/2024	235,000	4.000%	210,150.00	445,150.00
07/01/2025	245,000	4.000%	200,750.00	445,750.00
07/01/2026	255,000	4.000%	190,950.00	445,950.00
07/01/2027	265,000	5.000%	180,750.00	445,750.00
07/01/2028	280,000	5.000%	167,500.00	447,500.00
07/01/2029	295,000	5.000%	153,500.00	448,500.00
07/01/2030	310,000	5.000%	138,750.00	448,750.00
07/01/2031	325,000	5.000%	123,250.00	448,250.00
07/01/2032	340,000	5.000%	107,000.00	447,000.00
07/01/2033	360,000	4.000%	90,000.00	450,000.00
07/01/2034	370,000	4.000%	75,600.00	445,600.00
07/01/2035	385,000	4.000%	60,800.00	445,800.00
07/01/2036	400,000	4.000%	45,400.00	445,400.00
07/01/2037	420,000	4.000%	29,400.00	449,400.00
07/01/2038	315,000	4.000%	12,600.00	327,600.00
	5,540,000		2,387,481.53	7,927,481.53

BOND DEBT SERVICE

**City of Benson, Arizona
Excise Tax and State Shared Revenue Obligations, Series 2020**

Dated Date 11/02/2020
Delivery Date 11/02/2020

Period Ending	Principal	Coupon	Interest	Debt Service
07/01/2021	160,000	3.000%	84,147.92	244,147.92
07/01/2022	120,000	3.000%	121,950.00	241,950.00
07/01/2023	125,000	4.000%	118,350.00	243,350.00
07/01/2024	130,000	4.000%	113,350.00	243,350.00
07/01/2025	135,000	4.000%	108,150.00	243,150.00
07/01/2026	140,000	4.000%	102,750.00	242,750.00
07/01/2027	145,000	5.000%	97,150.00	242,150.00
07/01/2028	155,000	5.000%	89,900.00	244,900.00
07/01/2029	160,000	5.000%	82,150.00	242,150.00
07/01/2030	170,000	5.000%	74,150.00	244,150.00
07/01/2031	180,000	5.000%	65,650.00	245,650.00
07/01/2032	185,000	5.000%	56,650.00	241,650.00
07/01/2033	200,000	4.000%	47,400.00	247,400.00
07/01/2034	205,000	4.000%	39,400.00	244,400.00
07/01/2035	210,000	4.000%	31,200.00	241,200.00
07/01/2036	220,000	4.000%	22,800.00	242,800.00
07/01/2037	230,000	4.000%	14,000.00	244,000.00
07/01/2038	120,000	4.000%	4,800.00	124,800.00
	2,990,000		1,273,947.92	4,263,947.92

BOND DEBT SERVICE

**City of Benson, Arizona
Excise Tax Revenue Refunding Obligations, Series 2020**

Dated Date 11/02/2020
Delivery Date 11/02/2020

Period Ending	Principal	Coupon	Interest	Debt Service
07/01/2021	130,000	3.000%	71,633.61	201,633.61
07/01/2022	100,000	3.000%	104,000.00	204,000.00
07/01/2023	105,000	4.000%	101,000.00	206,000.00
07/01/2024	105,000	4.000%	96,800.00	201,800.00
07/01/2025	110,000	4.000%	92,600.00	202,600.00
07/01/2026	115,000	4.000%	88,200.00	203,200.00
07/01/2027	120,000	5.000%	83,600.00	203,600.00
07/01/2028	125,000	5.000%	77,600.00	202,600.00
07/01/2029	135,000	5.000%	71,350.00	206,350.00
07/01/2030	140,000	5.000%	64,600.00	204,600.00
07/01/2031	145,000	5.000%	57,600.00	202,600.00
07/01/2032	155,000	5.000%	50,350.00	205,350.00
07/01/2033	160,000	4.000%	42,600.00	202,600.00
07/01/2034	165,000	4.000%	36,200.00	201,200.00
07/01/2035	175,000	4.000%	29,600.00	204,600.00
07/01/2036	180,000	4.000%	22,600.00	202,600.00
07/01/2037	190,000	4.000%	15,400.00	205,400.00
07/01/2038	195,000	4.000%	7,800.00	202,800.00
	2,550,000		1,113,533.61	3,663,533.61

SAVINGS

**City of Benson, Arizona
Excise Tax and State Shared Revenue and Refunding, Series 2020
[Scenario 3B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.5 Million]**

Date	Prior Debt Service	Refunding Debt Service	Savings	Present Value to 11/02/2020 @ 1.4266095%
07/01/2021	402,862.50	201,633.61	201,228.89	199,790.47
07/01/2022	406,862.50	204,000.00	202,862.50	198,165.31
07/01/2023	404,537.50	206,000.00	198,537.50	191,171.92
07/01/2024	401,787.50	201,800.00	199,987.50	189,821.02
07/01/2025	403,612.50	202,600.00	201,012.50	188,071.01
07/01/2026	399,800.00	203,200.00	196,600.00	181,314.28
07/01/2027	404,725.00	203,600.00	201,125.00	182,837.08
07/01/2028	398,750.00	202,600.00	196,150.00	175,762.98
07/01/2029	402,325.00	206,350.00	195,975.00	173,095.30
07/01/2030		204,600.00	(204,600.00)	(178,538.76)
07/01/2031		202,600.00	(202,600.00)	(174,278.57)
07/01/2032		205,350.00	(205,350.00)	(174,126.57)
07/01/2033		202,600.00	(202,600.00)	(169,348.76)
07/01/2034		201,200.00	(201,200.00)	(165,786.78)
07/01/2035		204,600.00	(204,600.00)	(166,187.86)
07/01/2036		202,600.00	(202,600.00)	(162,221.40)
07/01/2037		205,400.00	(205,400.00)	(162,120.83)
07/01/2038		202,800.00	(202,800.00)	(157,788.77)
	3,625,262.50	3,663,533.61	(38,271.11)	169,631.07

Savings Summary

PV of savings from cash flow	169,631.07
Net PV Savings	<u>169,631.07</u>

SUMMARY OF REFUNDING RESULTS

City of Benson, Arizona
Excise Tax and State Shared Revenue and Refunding, Series 2020
[Scenario 3B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.5 Million]

Dated Date	11/02/2020
Delivery Date	11/02/2020
Arbitrage yield	1.426610%
Escrow yield	0.000000%
Value of Negative Arbitrage	
Bond Par Amount	2,550,000.00
True Interest Cost	2.224835%
Net Interest Cost	2.492270%
All-In TIC	2.355080%
Average Coupon	4.283989%
Average Life	10.193
Par amount of refunded bonds	2,940,000.00
Average coupon of refunded bonds	4.425950%
Average life of refunded bonds	4.936
PV of prior debt to 11/02/2020 @ 1.426610%	3,397,692.61
Net PV Savings	169,631.07
Percentage savings of refunded bonds	5.769764%
Percentage savings of refunding bonds	6.652199%

BOND SUMMARY STATISTICS

City of Benson, Arizona
Excise Tax and State Shared Revenue and Refunding, Series 2020
[Scenario 3B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.5 Million]

Dated Date	11/02/2020
Delivery Date	11/02/2020
First Coupon	07/01/2021
Last Maturity	07/01/2038
Arbitrage Yield	1.426610%
True Interest Cost (TIC)	2.203713%
Net Interest Cost (NIC)	2.469793%
All-In TIC	2.335689%
Average Coupon	4.293804%
Average Life (years)	10.037
Duration of Issue (years)	8.391
Par Amount	5,540,000.00
Bond Proceeds	6,620,684.15
Total Interest	2,387,481.53
Net Interest	1,373,277.38
Total Debt Service	7,927,481.53
Maximum Annual Debt Service	450,000.00
Average Annual Debt Service	448,795.94
Underwriter's Fees (per \$1000)	
Average Takedown	
Other Fee	12.000000
Total Underwriter's Discount	12.000000
Bid Price	118.306934

Bond Component	Par Value	Price	Average Coupon	Average Life	Duration	PV of 1 bp change
Serial Bonds	3,290,000.00	120.441	4.759%	6.539	5.908	2,123.70
Term Bond 1	1,115,000.00	119.164	4.000%	13.686	10.968	992.35
Term Bond 2	1,135,000.00	117.136	4.000%	16.589	12.659	998.80
	5,540,000.00			10.037		4,114.85

	TIC	All-In TIC	Arbitrage Yield
Par Value	5,540,000.00	5,540,000.00	5,540,000.00
+ Accrued Interest			
+ Premium (Discount)	1,080,684.15	1,080,684.15	1,080,684.15
- Underwriter's Discount	(66,480.00)	(66,480.00)	
- Cost of Issuance Expense		(71,228.14)	
- Other Amounts			
Target Value	6,554,204.15	6,482,976.01	6,620,684.15
Target Date	11/02/2020	11/02/2020	11/02/2020
Yield	2.203713%	2.335689%	1.426610%

BOND SUMMARY STATISTICS

**City of Benson, Arizona
Excise Tax and State Shared Revenue Obligations, Series 2020**

Dated Date	11/02/2020
Delivery Date	11/02/2020
First Coupon	07/01/2021
Last Maturity	07/01/2038
Arbitrage Yield	1.426610%
True Interest Cost (TIC)	2.185251%
Net Interest Cost (NIC)	2.450061%
All-In TIC	2.318742%
Average Coupon	4.302421%
Average Life (years)	9.903
Duration of Issue (years)	8.301
Par Amount	2,990,000.00
Bond Proceeds	3,574,364.30
Total Interest	1,273,947.92
Net Interest	725,463.62
Total Debt Service	4,263,947.92
Maximum Annual Debt Service	247,400.00
Average Annual Debt Service	241,393.50
Underwriter's Fees (per \$1000)	
Average Takedown	
Other Fee	12.000000
Total Underwriter's Discount	12.000000
Bid Price	118.343957

Bond Component	Par Value	Price	Average Coupon	Average Life	Duration	PV of 1 bp change
Serial Bonds	1,805,000.00	120.434	4.759%	6.536	5.903	1,164.70
Term Bond 1	615,000.00	119.164	4.000%	13.680	10.964	547.35
Term Bond 2	570,000.00	117.136	4.000%	16.488	12.603	501.60
	2,990,000.00			9.903		2,213.65

	TIC	All-In TIC	Arbitrage Yield
Par Value	2,990,000.00	2,990,000.00	2,990,000.00
+ Accrued Interest			
+ Premium (Discount)	584,364.30	584,364.30	584,364.30
- Underwriter's Discount	(35,880.00)	(35,880.00)	
- Cost of Issuance Expense		(38,484.30)	
- Other Amounts			
Target Value	3,538,484.30	3,500,000.00	3,574,364.30
Target Date	11/02/2020	11/02/2020	11/02/2020
Yield	2.185251%	2.318742%	1.426610%

BOND SUMMARY STATISTICS

**City of Benson, Arizona
Excise Tax Revenue Refunding Obligations, Series 2020**

Dated Date	11/02/2020
Delivery Date	11/02/2020
First Coupon	07/01/2021
Last Maturity	07/01/2038
Arbitrage Yield	1.426610%
True Interest Cost (TIC)	2.224835%
Net Interest Cost (NIC)	2.492270%
All-In TIC	2.355080%
Average Coupon	4.283989%
Average Life (years)	10.193
Duration of Issue (years)	8.495
Par Amount	2,550,000.00
Bond Proceeds	3,046,319.85
Total Interest	1,113,533.61
Net Interest	647,813.76
Total Debt Service	3,663,533.61
Maximum Annual Debt Service	206,350.00
Average Annual Debt Service	207,402.44
Underwriter's Fees (per \$1000)	
Average Takedown	
Other Fee	12.000000
Total Underwriter's Discount	12.000000
Bid Price	118.263524

Bond Component	Par Value	Price	Average Coupon	Average Life	Duration	PV of 1 bp change
Serial Bonds	1,485,000.00	120.450	4.760%	6.543	5.908	959.00
Term Bond 1	500,000.00	119.164	4.000%	13.694	10.973	445.00
Term Bond 2	565,000.00	117.136	4.000%	16.690	12.716	497.20
	2,550,000.00			10.193		1,901.20

	TIC	All-In TIC	Arbitrage Yield
Par Value	2,550,000.00	2,550,000.00	2,550,000.00
+ Accrued Interest			
+ Premium (Discount)	496,319.85	496,319.85	496,319.85
- Underwriter's Discount	(30,600.00)	(30,600.00)	
- Cost of Issuance Expense		(32,743.84)	
- Other Amounts			
Target Value	3,015,719.85	2,982,976.01	3,046,319.85
Target Date	11/02/2020	11/02/2020	11/02/2020
Yield	2.224835%	2.355080%	1.426610%

SUMMARY OF BONDS REFUNDED

City of Benson, Arizona
Excise Tax and State Shared Revenue and Refunding, Series 2020
[Scenario 3B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.5 Million]

Bond	Maturity Date	Interest Rate	Par Amount	Call Date	Call Price
Excise Tax and State Shared Revenue Obligations, Series 2010, 2010NM, SERIAL:					
	07/01/2021	4.000%	135,000.00	11/02/2020	100.000
Excise Tax and State Shared Revenue Obligations, Series 2010, 2010NM, TERM2025:					
	07/01/2022	4.250%	140,000.00	11/02/2020	100.000
	07/01/2023	4.250%	145,000.00	11/02/2020	100.000
	07/01/2024	4.250%	150,000.00	11/02/2020	100.000
	07/01/2025	4.250%	<u>155,000.00</u>	11/02/2020	100.000
			590,000.00		
Excise Tax and State Shared Revenue Obligations, Series 2010, 2010NM, TERM2029:					
	07/01/2026	4.500%	160,000.00	11/02/2020	100.000
	07/01/2027	4.500%	170,000.00	11/02/2020	100.000
	07/01/2028	4.500%	175,000.00	11/02/2020	100.000
	07/01/2029	4.500%	<u>185,000.00</u>	11/02/2020	100.000
			690,000.00		
Excise Tax and State Shared Revenue Refunding Obligations, Series 2010, 2010REF, SERIAL:					
	07/01/2021	4.000%	140,000.00	11/02/2020	100.000
Excise Tax and State Shared Revenue Refunding Obligations, Series 2010, 2010REF, TERM2025:					
	07/01/2022	4.250%	150,000.00	11/02/2020	100.000
	07/01/2023	4.250%	155,000.00	11/02/2020	100.000
	07/01/2024	4.250%	160,000.00	11/02/2020	100.000
	07/01/2025	4.250%	<u>170,000.00</u>	11/02/2020	100.000
			635,000.00		
Excise Tax and State Shared Revenue Refunding Obligations, Series 2010, 2010REF, TERM2029:					
	07/01/2026	4.500%	175,000.00	11/02/2020	100.000
	07/01/2027	4.500%	185,000.00	11/02/2020	100.000
	07/01/2028	4.500%	190,000.00	11/02/2020	100.000
	07/01/2029	4.500%	<u>200,000.00</u>	11/02/2020	100.000
			750,000.00		
			2,940,000.00		

PRIOR BOND DEBT SERVICE

City of Benson, Arizona
Excise Tax and State Shared Revenue and Refunding, Series 2020
[Scenario 3B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.5 Million]

Dated Date 11/02/2020
 Delivery Date 11/02/2020

Period Ending	Principal	Coupon	Interest	Debt Service
07/01/2021	275,000	4.000%	127,862.50	402,862.50
07/01/2022	290,000	4.250%	116,862.50	406,862.50
07/01/2023	300,000	4.250%	104,537.50	404,537.50
07/01/2024	310,000	4.250%	91,787.50	401,787.50
07/01/2025	325,000	4.250%	78,612.50	403,612.50
07/01/2026	335,000	4.500%	64,800.00	399,800.00
07/01/2027	355,000	4.500%	49,725.00	404,725.00
07/01/2028	365,000	4.500%	33,750.00	398,750.00
07/01/2029	385,000	4.500%	17,325.00	402,325.00
	2,940,000		685,262.50	3,625,262.50

UNDERWRITER EXCLUSION DISCLOSURE

City of Benson, Arizona

Excise Tax and State Shared Revenue and Refunding, Series 2020

[Scenario 3B - No City Contribution, \$450,000 Annual Debt Service (Combined) - \$3.5 Million]

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