

GOOD FAITH ESTIMATES

City of Fresno Airport Revenue Bonds, Series 2019 Bonds (to be privately placed with the California Infrastructure and Economic Development Bank)

Senate Bill 450 (Government Code Section 5852.1) became effective January 1, 2018 and requires that, prior to the issuance of debt with a term longer than 13 months, a city council must obtain from its underwriter or municipal advisor good faith estimates of specified information. The good faith estimate is to be made available at a meeting open to the public. The good faith estimate for the Series 2019 Bonds, based on information provided by KNN Public Finance, the City's municipal advisor, is as follows.

SB 450 Requirement	Good Faith Estimate
The true interest cost of the bonds	4.45%
The finance charge of the bonds, which means the sum of all fees and charges paid to third parties.	\$491,000 Includes the IBank's origination fee of \$350,000 but excludes the IBank's ongoing annual fee of 0.30% of the outstanding amount, which will be approximately \$1,800,000, and which is calculated as part of the interest rate above and appears in the estimate of "debt service," below. Also excludes the cost of any surety in lieu of funding a debt service reserve as required under the Airport bond indenture, which, if a surety is not available, would otherwise require a deposit of \$1,910,000 with the trustee.
The amount of proceeds received by the public body for sale of the bonds	\$35,000,000. Because all costs must be paid by the Airport and not out of bond proceeds, they are not included in the net proceeds.
Total payment amount	\$56,650,854