



## Legislation Details (With Text)

<b>File #:</b>	45060	<b>Version:</b>	1	<b>Name:</b>	A Resolution Authorizing and Providing for the Sale and Issuance of \$[40,810,000] Water Utility Revenue Refunding and Improvement Bonds, Series 2016, and All Related Details
<b>Type:</b>	Resolution	<b>Status:</b>			Passed
<b>File created:</b>	11/7/2016	<b>In control:</b>			COMMON COUNCIL
<b>On agenda:</b>	12/6/2016	<b>Final action:</b>			12/6/2016
<b>Enactment date:</b>	12/6/2016	<b>Enactment #:</b>			RES-16-00876
<b>Title:</b>	A Resolution Authorizing and Providing for the Sale and Issuance of \$40,810,000 Water Utility Revenue Refunding and Improvement Bonds, Series 2016, and All Related Detail				
<b>Sponsors:</b>	David Ahrens, Sheri Carter				
<b>Indexes:</b>					
<b>Code sections:</b>					
<b>Attachments:</b>	1. BODY, 2. Bid Tab.pdf, 3. Winning Bid Signed by the Purchaser.pdf				

Date	Ver.	Action By	Action	Result
12/6/2016	1	COMMON COUNCIL	Adopt Unanimously	Pass
12/6/2016	1	WATER UTILITY BOARD	Return to Lead with the Recommendation for Approval	Pass
11/29/2016	1	WATER UTILITY BOARD	Refer	Pass
11/22/2016	1	BOARD OF ESTIMATES (ended 4/2017)	Referred	
11/22/2016	1	COMMON COUNCIL	Refer	Pass
11/7/2016	1	Attorney's Office	Referred for Introduction	

### Fiscal Note

This resolution authorizes the issuance of \$38.4 million in water utility revenue bonds to be repaid over a twenty-year amortization period. Proceeds will finance a water main replacement program, new water main construction, reconstruction of a booster pumping system and other capital projects, with \$15 million of the proceeds used to refinance prior bond issuances at a lower interest rate. The net present value savings of the refunding is \$1.135 million (5.9%). The true interest rate on the entire issuance is 3.18%. Annual interest rates range from 4% to 5%. Net interest costs over the twenty year life of the bonds is \$12.1 million. The winning bid includes an issuance premium of \$4 million, which can be applied toward establishing a debt service reserve fund for the bonds and to help finance project costs. Debt service on the bonds will be approximately \$1.8 million annually, paid from water utility revenues. The bonds received a Aa2 rating with a stable outlook from Moody's.

### Title

A Resolution Authorizing and Providing for the Sale and Issuance of \$40,810,000 Water Utility Revenue Refunding and Improvement Bonds, Series 2016, and All Related Detail

### Body

SEE "BODY" ATTACHED