



Legislation Details (With Text)

File #: 24569 **Version:** 2 **Name:** Sale and Issuance of 19,370,000 Water Utility Revenue Bonds

Type: Resolution **Status:** Passed

File created: 11/16/2011 **In control:** WATER UTILITY BOARD

On agenda: 12/13/2011 **Final action:** 12/13/2011

Enactment date: 12/16/2011 **Enactment #:** RES-11-00993

Title: SUBSTITUTE - Authorizing and Providing for the Sale and Issuance of \$19,370,000 Water Utility Revenue Bonds, Series 2011, and all related details.

Sponsors: Lauren Cnare

Indexes:

Code sections:

Attachments: 1. Resolution Authorizing Sale and Issuance of Revenue Bonds, 2. Water Utility Bond Bid Summary.pdf, 3. Madison Water Utility Water Rev Bonds 2011 Award Resolution.pdf, 4. Madison Water Utility Bid Tab (2).pdf

| Date | Ver. | Action By | Action | Result |
|------------|------|-----------------------------------|---|--------|
| 12/13/2011 | 1 | COMMON COUNCIL | Adopt Unanimously | Pass |
| 12/13/2011 | 2 | BOARD OF ESTIMATES (ended 4/2017) | RECOMMEND TO COUNCIL TO ADOPT (15 VOTES REQUIRED) - REPORT OF OFFICER | Pass |
| 12/13/2011 | 1 | | RECOMMEND TO COUNCIL TO ADOPT (15 VOTES REQUIRED) - REPORT OF OFFICER | |
| 12/13/2011 | 2 | WATER UTILITY BOARD | Return to Lead with the Recommendation for Approval | Pass |
| 11/29/2011 | 1 | BOARD OF ESTIMATES (ended 4/2017) | Refer | |
| 11/29/2011 | 1 | COMMON COUNCIL | Referred | |
| 11/16/2011 | 1 | Attorney's Office | Referred for Introduction | |

Fiscal Note

This resolution authorizes the issuance of \$19,370,000, in water utility revenue bonds to be repaid over a twenty-year amortization period. Proceeds will finance an advanced metering infrastructure project, a water main replacement program, a well filtering project, new water main construction, a new booster pumping system and other capital projects. The true interest rate on the entire issuance is 3.19%. Annual interest rates range from 2% to 4%. Net interest costs over the twenty year life of the bonds is \$7.3 million. The winning bid includes an issuance premium of \$464,503, which can be applied toward project costs. Debt service on the bonds will be approximately \$1.4 million annually, paid from water utility revenues. The bonds received a Aa1 rating with a negative outlook from Moody's.

Title

SUBSTITUTE - Authorizing and Providing for the Sale and Issuance of \$19,370,000 Water Utility Revenue Bonds, Series 2011, and all related details.

Body

See attached