

Metropolitan Water District of Salt Lake & Sandy
Board Packet Information
Last Update: April 13, 2011

Agenda Item: Consider approval of resolution 1849 authorizing the issuance of up to \$100 million of water revenue refunding bonds and authorizing the execution and delivery of a Continuing Covenant Agreement and other instruments in connection the bonds; and related matters.

Objective: Seek board authorization of the resolution and authorization to finalize the bond refunding transactions.

Background: The District has been in the process of refunding its outstanding variable rate debt. On March 28, 2011, the board passed a bond parameters resolution that included a draft of the supplemental resolution and the related Continuing Covenant Agreement (CCA). Each board member should have received an updated copy (either printed or electronically) of the proposed supplemental resolution including the CCA. These documents constitute resolution 1849. The updated copy reflects changes that have resulted from the negotiations between Wells Fargo, District bond counsel, District Financial Advisors, District general counsel, and District staff. The closing of the transaction is scheduled for May 6, 2011. Although the negotiating team has worked diligently to provide a complete document in a relatively short period of time, some language changes may still be necessary between now and the closing date.

Committee Activity: The Finance Committee discussed this item at its meeting on April 6, 2011. A verbal update was provided at that time but the updated resolution was not available for review at that time.

Recommendation: Approval of the resolution is recommended with the ability for staff and counsel to make non-substantive changes as needed to finalize the transaction.