

Metropolitan Water District of Salt Lake & Sandy  
Board Meeting Information  
Last Update: February 14, 2019

**Agenda Item:** Bonds refunding update

**Objective:** Provide an update to the board regarding 2012 bonds refunding opportunities and related activities.

**Background:** During its April 16, 2018 meeting, the board approved parameters resolution 1894 authorizing the issuance of up to \$68 million principal amount of water revenue refunding bonds and authorizing the pricing committee to move forward with a refunding opportunity if the net present value (NPV) savings of that opportunity is three percent or more. The board noted three additional parameters in conjunction with that approval:

1. The pricing committee members were designated: Mr. Hunter, Mr. Godfrey, and Mr. DeVries.
2. The pricing committee would report any refinancing activity to the full board.
3. A one-year limit was placed on the April 16, 2018 authorization (any refunding process would need to be executed before April 16, 2019).

Two direct purchase refunding opportunities were recently identified, both with an estimated NPV savings of just under six percent. The pricing committee will meet on February 20, 2019 to discuss and consider these opportunities.

Johnathan Ward, the District's financial advisor with Zions Public Finance, will be in attendance at the February 25, 2019 board meeting to answer questions regarding the refunding opportunities and the related process.

**Committee Activity:** During its April 3, 2018 meeting, the Finance Committee discussed 2012 bonds refunding opportunities and recommended that the board consider approval of a related parameters resolution. The pricing committee will meet on February 20, 2019 to discuss and consider two direct purchase refunding opportunities.

**Recommendation:** Discuss the direct purchase refunding opportunities and seek additional input from the board.