



Water Treatment Plant Financing – Bond Ordinance

CITY COUNCIL – January 21, 2025

City Staff Representatives:

Catrina Asher, Director of Finance

Purpose

To request City Council's approval of a Bond Ordinance authorizing borrowing to finance the remainder of the Water Treatment Plant project.



Financing Recap

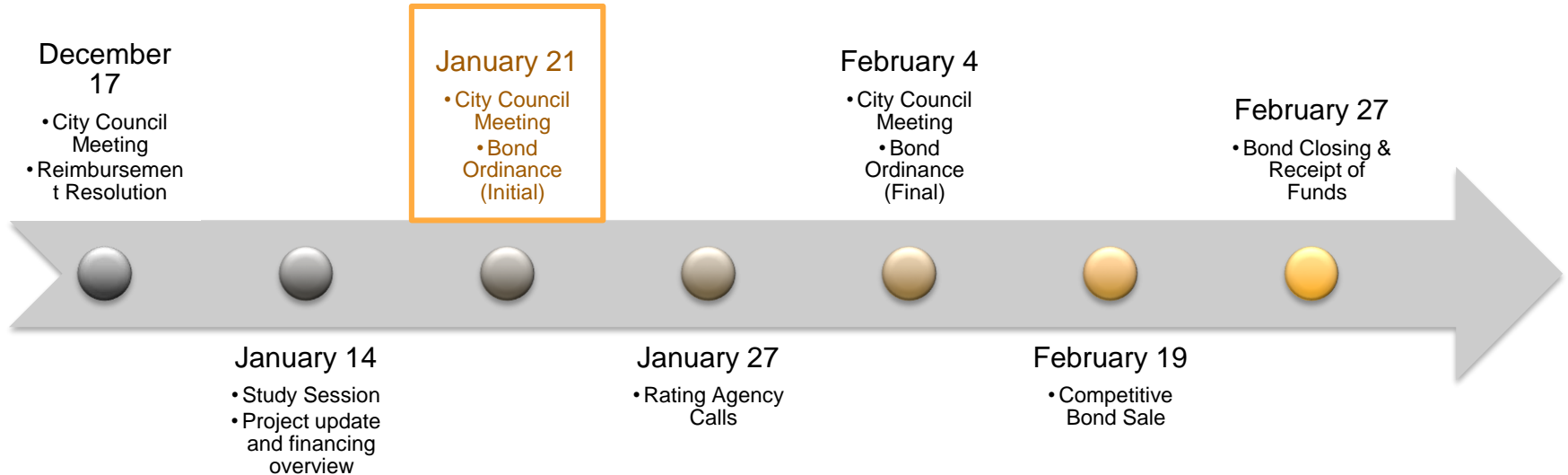
The Water Treatment Plant is funded by a combination of sources, including:

- ARPA Funds totaling \$10.4M;
- 2022 Bonds totaling \$80M, plus interest earned;
- **2025 Bonds proposed totaling \$85M, plus interest earned;**
- Fund reserves and other grants.



Bonding Timeline

Bond issuance is targeted for February 2025 in the amount of \$85M.



January 21/February 4 – Bond Ordinance



- Provides staff with the authority to issue debt through competitive sale.
- Pledges revenues of the Water Activity Enterprise to pay the debt.
- Defines borrowing parameters:
 - Maximum debt = \$86M
 - Maximum interest rate = 5.25%
 - Maximum maturity = 30 years

Next Steps

- City Council
 - January 21st – Bond Ordinance (First Reading)
 - February 4th – Bond Ordinance (Second Reading)

- Staff & Partners
 - January & February – Compile documentation and issue Preliminary Official Statement
 - Late January – Rating calls
 - February – Bond sale and receipt of funds

Questions?

