



Department Source: Finance

To: City Council

From: City Manager & Staff

Council Meeting Date: September 5, 2023

Re: Ordinance authorizing the issuance of Water and Electric System Revenue Bonds, Series 2023A

Executive Summary

This ordinance authorizes the issuance of the Water and Electric System Revenue Bonds, Series 2023A

Discussion

This ordinance will authorize the issuance, sale and delivery of the Water and Electric System Revenue Bonds, Series 2023A for a principal amount not to exceed \$27,695,000. These bonds are for the purpose of extending, expanding, improving, repairing, replacing and equipping the City's municipal water system.

The City is expecting to receive the Standard and Poor's Bond rating on September 19th, 2023, followed by the pricing and award of the bonds by October 5th 2023. The sale and closing of the bonds is slated for October 26th, 2023.

The sale of the Water and Electric System Revenue Bonds, Series 2023A will initiated a base rate increase of \$2 for all 5/8 inch and ¾ inch meters (residential customers), all other meter types (commercial) will increase proportionally. This will take effect on the first billing cycle after the bond sale, which we anticipate will be on the November utility bill. The City Council on September 19, 2022 B217-22 (see attachment), voted to approve this rate increase.

Fiscal Impact

Short-Term Impact: The impact is not known at this time, more information will be provided once the interest rate is set.

Long-Term Impact: \$27,695,000 in principal payments

Strategic & Comprehensive Plan Impact

Strategic Plan Impacts:

Primary Impact: Reliable Infrastructure, Secondary Impact: Secondary, Tertiary Impact: Tertiary

Comprehensive Plan Impacts:

Primary Impact: Infrastructure, Secondary Impact: Secondary, Tertiary Impact: Tertiary

Legislative History

Date	Action
05/21/2018	B93-18 An ordinance calling a special election in the City of Columbia, Missouri, to be held on Tuesday, August 7, 2018, on the question whether to issue the Water and Electric System Revenue Bonds of the City of Columbia, Missouri, in the amount of



City of Columbia

701 East Broadway, Columbia, Missouri 65201

	<p>\$42,845,000.00 for the purpose of extending, expanding, improving, repairing, replacing and equipping the city-owned waterworks system; describing the form of the notice of election; authorizing and directing the city clerk to give notice of the election; and fixing the time when this ordinance shall become effective.</p>
10/17/2022	<p>R167-22 Authorizing the offering for sale of approximately \$27,695,000 principal amount of Water and Electric System Revenue Bonds, Series 2022, of the City of Columbia, Missouri</p>
9/19/2022	<p>B217-22 Amending Chapter 27 of the City Code as it relates to water rates.</p>

Suggested Council Action

Approval of the ordinance as submitted.