



Department Source: Finance

To: City Council

From: City Manager & Staff

Council Meeting Date: August 17, 2020

Re: Authorizing the issuance of the Sewerage System Refunding Revenue Bonds, Series 2020

Executive Summary

An ordinance has been prepared authorizing the sale of principal Sewerage System Refunding Revenue Bonds, Series 2020 in an amount not to exceed \$7,000,000.

Discussion

The issuance of the Sewerage System Refunding Revenue Bonds, Series 2020 will be used for a current refunding of the City's Sewerage System Revenue Bonds, Series 2012, maturing in the years 2021 and thereafter in the aggregate principal amount of \$6,680,000, to fund a debt service reserve fund for the Bonds, and to pay costs related to the issuance of the Bonds. Estimated savings from this refunding is \$850,000.

These savings can be used to fund operations, and could reduce the amount of future rate increases.

Fiscal Impact

Short-Term Impact: N/A

Long-Term Impact: It is estimated that this refunding issue will save approximately \$850,000 through year 2028.

Strategic & Comprehensive Plan Impact

Strategic Plan Impacts:

Primary Impact: Operational Excellence, Secondary Impact: Secondary, Tertiary Impact: Tertiary

Comprehensive Plan Impacts:

Primary Impact: Not Applicable, Secondary Impact: Secondary, Tertiary Impact: Tertiary

Legislative History

Date	Action
03/21/12	B61-12A Ord. 21268 Authorizing the issuance of Sewerage System Revenue Bonds, Series 2012, of the City of Columbia Missouri for the purpose of extending and improving the sewerage system of the city

Suggested Council Action

Passage of the ordinance.