



Financial Services Audit Committee Communication

Date: July 19, 2019

To: Great Lakes Water Authority Audit Committee

From: Jon Wheatley, Public Finance Manager

Re: PFM Financial Advisors Presentation: B&C Note History and Recent Transactions;
Refinancing and New Money Opportunities in FY 2020

Background: The included presentation from PFM Financial Advisors provides a summary of GLWA's and DWSD's current allocation of the City of Detroit's B&C Notes as well as the payments remaining on each series of notes. The presentation also includes updates on the Municipal Market Data (MMD) indices, interest rate forecasts and potential refunding strategies for GLWA to consider as we approach the upcoming bond call dates in 2021 and 2022.

Budget Impact: The proposed FY 2020 water and sewer budgets do not include the potential impacts of any refunding bond issues, but to the extent bond refundings are recommended by PFM and approved by the GLWA Board of Directors, the FY 2020 debt service budgets would be amended accordingly, based on actual results.

Proposed Action: Receive and file the PFM presentation.