



Financial Services Audit Committee Communication

Date: February 12, 2020

To: Great Lakes Water Authority Audit Committee

From: Jon Wheatley, Public Finance Manager

Re: Resolution Regarding Approval of Series Ordinance Authorizing Issuance and Sale of Water Supply System Revenue and Revenue Refunding Bonds in an Amount Not to Exceed \$515,000,000 (Ordinance 2020-03)

Background:

Included is the draft Great Lakes Water Authority ("GLWA") Board letter for the February 12, 2020 Board meeting regarding the Series Ordinance for the proposed Water Supply System refunding and new money bond issue.

Key Provisions:

- Not to Exceed Par Amount: \$515 million (\$415 million for refunding, \$100 million for new money)
- Maximum Coupon Rate: 6.00%
- Minimum Purchase Price: 98% of principal amount of bonds
- Maximum Underwriter Discount: 0.40% of principal amount of bonds
- Present Value Savings: Equal to or greater than 10.00% of principal amount of bonds to be refunded

Proposed Action:

Audit Committee recommends that the Great Lakes Water Authority Board approve the resolution Approval of Series Ordinance Authorizing Issuance and Sale of Water Supply System Revenue and Revenue Refunding Bonds in an Amount Not to Exceed \$515,000,000 as presented.