



Financial Services Audit Committee Communication

Date: January 15, 2021

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 Sewage Disposal System Revenue Bonds in an Amount Not to Exceed \$15,000,000 (Ordinance 2021-01)

Background: Attached is the draft Great Lakes Water Authority (“GLWA”) Board letter for the January 27, 2021 Board meeting regarding the Series Ordinance for the proposed Sewage Disposal System State Revolving Fund (SRF) bond issue. This series of bonds authorized by this ordinance will be sold through the state of Michigan’s CWRF program (Project #5673-01) and will be used to finance the improvements to the Regional Sewer System, including but not limited to the rehabilitation of the ferric chloride feed and storage system at Pump Station 1 and associated sewage sludge transfer pipeline.

Key Provisions:

- Not to Exceed Par Amount: \$15,000,000
- Maximum Coupon Rate: 2.50% (Current program rate is 1.875%)
- Bonds will be designated 2021 SRF-1 Junior Lien Bonds
- Bonds will be sold to the Michigan Finance Authority (MFA)

Proposed Action: Audit Committee recommends that the Great Lakes Water Authority Board approve the resolution Approval of Series Ordinance Authorizing Issuance and Sale of Sewage Disposal System Revenue Bonds in an Amount Not to Exceed \$15,000,000 as presented, at its regular meeting on January 27, 2021.