

# GENERAL

## Ordinance Fact Sheet

200153

Ordinance Number

### Brief Title

2008A Water Bond Defeasance

### Approval Deadline

2/26/2020

### Reason

Payoff of the 2008A Water Bond Issue

### Details

#### Reason for Legislation

Ordinance No. 080893 and Ordinance No. 090105 authorized the issuance of not to exceed \$35,000,000.00 principal amount of Subordinate Water Revenue Bonds, Series 2008A. This ordinance approves the payoff on the 2008A Water Bond issue. The remaining amount due on this issue is \$18,807,677.33. By paying off the remaining principal due on the issue, the Water Services Department will avoid approximately \$4.1 million in future interest costs from this bond issue in fiscal years 2021 through 2028.

### Positions/Recommendations

Sponsor	Water Services Department
Programs, Departments, or Groups Affected	Water Services
Applicants / Proponents	<p>Applicant</p> <p>City Department Water Services Department</p> <p>Other</p>
Opponents	<p>Groups or Individuals</p> <p>None Known Basis of opposition</p>
Staff Recommendation	<p><input checked="" type="checkbox"/> For</p> <p><input type="checkbox"/> Against</p> <p>Reason Against</p>
Board or Commission Recommendation	<p>By</p> <p><input type="checkbox"/> For <input type="checkbox"/> Against <input type="checkbox"/> No action taken</p> <p><input type="checkbox"/> For, with revisions or conditions (see details column for conditions)</p>
Council Committee Actions	<p><input type="checkbox"/> Do pass</p> <p><input type="checkbox"/> Do pass (as amended)</p> <p><input type="checkbox"/> Committee Sub.</p> <p><input type="checkbox"/> Without Recommendation</p> <p><input type="checkbox"/> Hold</p> <p><input type="checkbox"/> Do not pass</p>

(Continued on reverse side)

**Details****Is it good for the children?**

Yes, the payoff of the remaining 2008A Water Bond issue will eliminate the debt service required from the original bond issue.

**How does this contribute to a sustainable Kansas City?**

Payoff of the remaining 2008A Water Bond issue improves the water utility's debt service coverage ratio and helps to maintain the high credit rating that the water utility can utilize to access a low cost of debt on future bond issues.

**Policy/Program Impact**

<b>Policy or Program Change</b>	<input checked="checked" type="checkbox"/> No <input type="checkbox"/> Yes
<b>Operational Impact Assessment</b>	

**Finances**

<b>Cost &amp; Revenue Projections -- Including Indirect Costs</b>	
<b>Financial Impact</b>	
<b>Fund Source (s) and Appropriation Account Codes</b>	

(Use this space for further discussion, if necessary)

**Applicable Dates:**

2/26/2020

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**Reference Numbers**