



# Authorize Execution and Distribution of the Official Statement

Finance and Insurance Committee

Item 8-2

April 9, 2012

# Overview

- Offering Statement (Official Statement or Remarketing Statement)
- Significant updates to Appendix A
- Timing

# Offering Statement

Content includes:

- Terms of sale or remarketing
- Terms of the bonds
- Security and sources of payment
- Risks that may affect payment
- Revenues and debt service obligations
- Appendices

# Appendix A

- Significant updates include:
  - SWP allocation reduced to 50% for 2012
  - Early 2012 precipitation
  - Developments in litigation
  - Clarification of assumptions in planning and water sales projections
- Additional updates to include:
  - Board adopted biennial budget for fiscal years 2012/13 and 2013/14 (to be adopted on April 10, 2012)
  - Board adopted water rates and charges for 2013 and 2014 (to be adopted on April 10, 2012)

# Timing

- Pricing and close of 2012 Series B Water Revenue Refunding Bonds before May 1, 2012
- Refunding of 1999 Authorization, Series B and Series C Bonds
  - Standby Bond Purchase Agreement expires May 1, 2012

# Options for Consideration

- Option #1

Adopt the CEQA determination and

- Approve the draft Official Statement with changes approved by the General Manager and General Counsel;
- Authorize the General Manager to execute the Official Statement; and
- Authorize distribution of the Official Statement in connection with issuance of the bonds

# Options for Consideration

- Option #2

Adopt the CEQA determination and

- Approve the draft Official Statement as modified by the Board, with changes approved by the General Manager and General Counsel;
- Authorize the General Manager to execute the Official Statement; and
- Authorize distribution of the Official Statement in connection with issuance of the bonds

# Staff Recommendation

- Option #1