



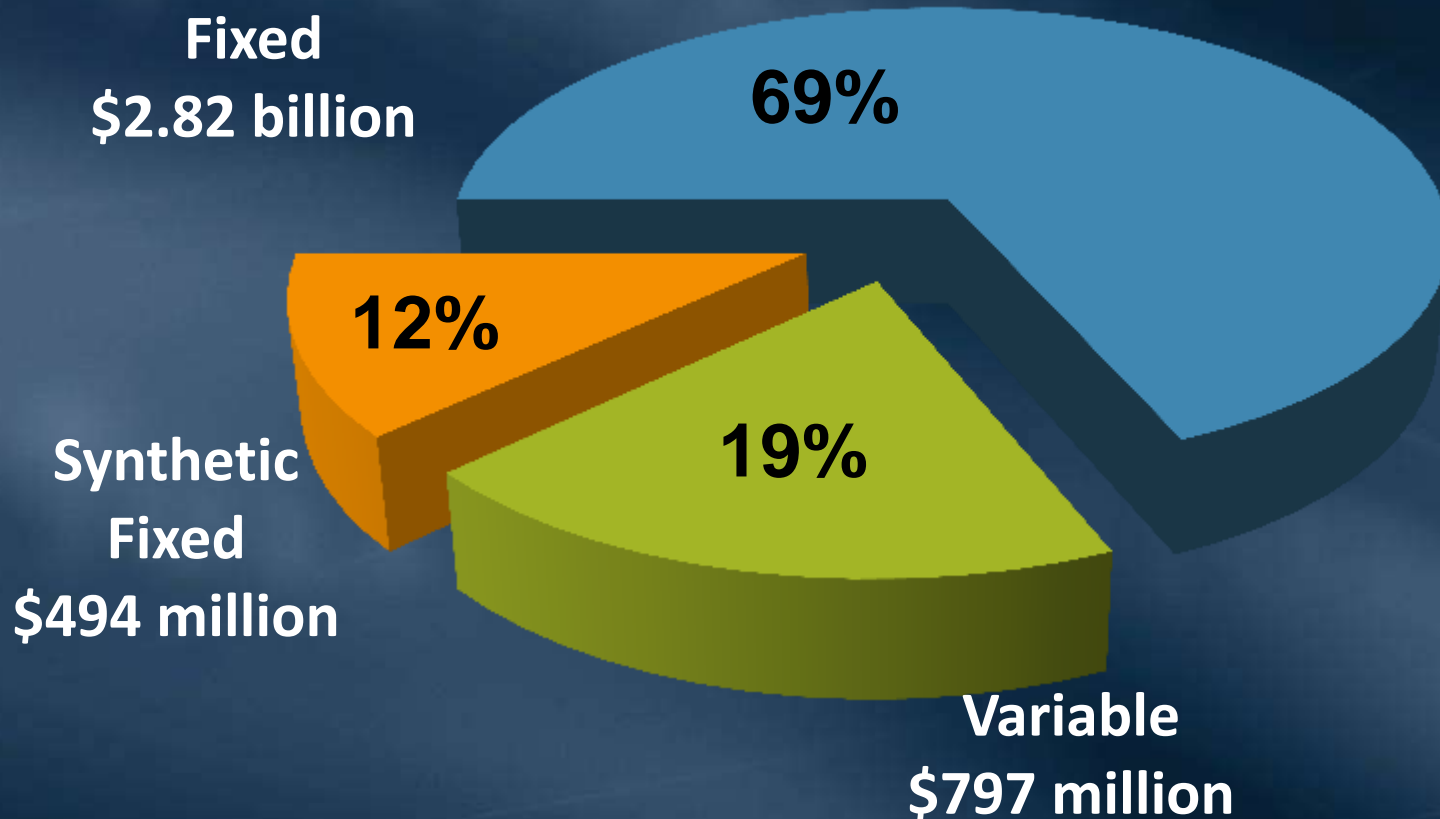
Swap Program Update

Finance & Insurance Committee
Item 6b
June 10, 2019

Revenue Bond Debt Outstanding

\$4.1 Billion

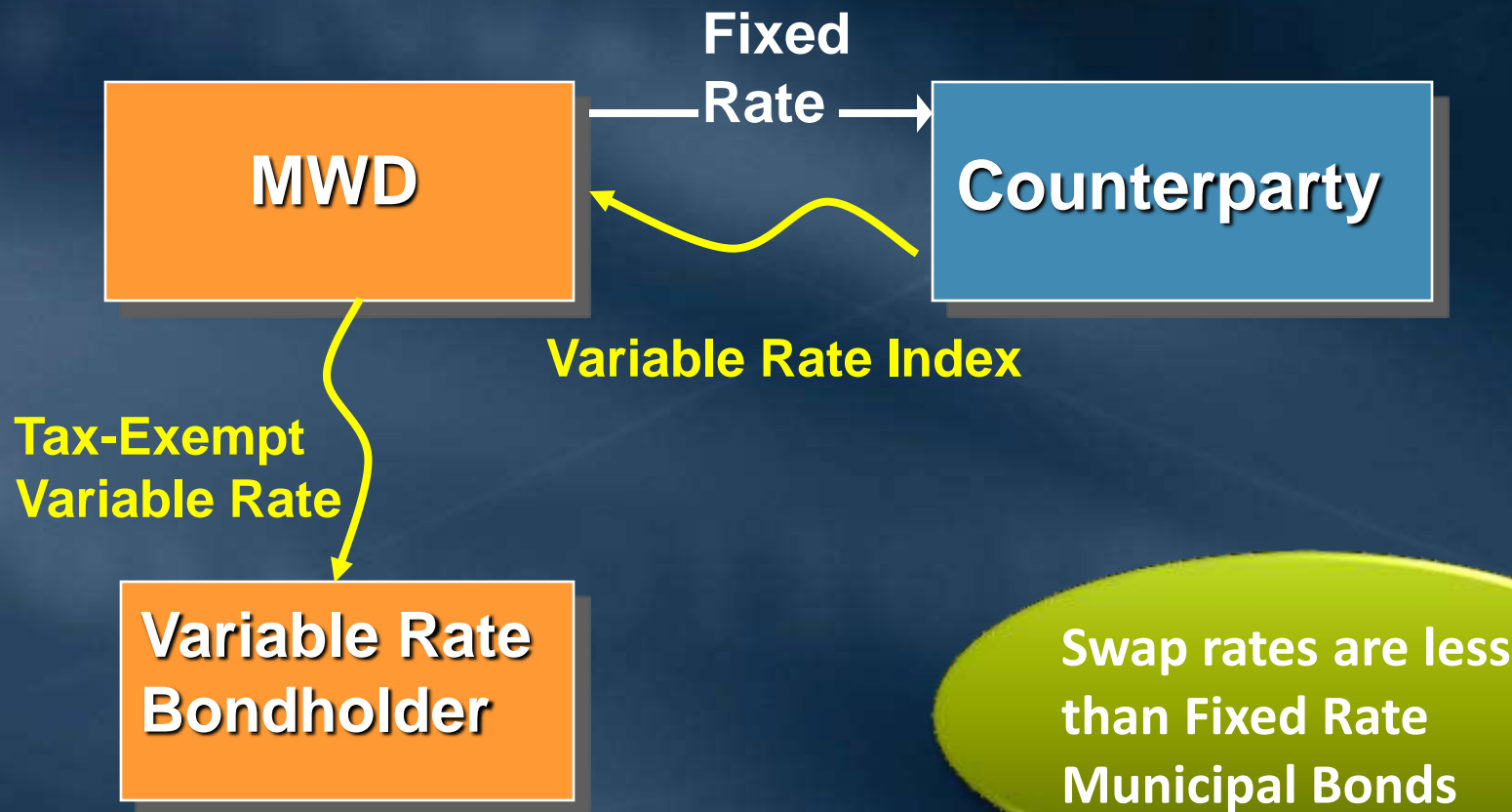
As of June 1, 2019



Interest Rate Swaps : Benefits

- **Lower costs than bond financing**
 - **Refunding debt for savings greater than could be achieved in the tax-exempt municipal bond market**
- **Took advantage of a large, liquid swap market**
 - **Multi trillion dollar market**
 - **Assurance of low cost, competitive, market rates**

Example of an Interest Rate Swap Floating to Fixed Rate Swap (Fixed Payer Swap)



Metropolitan's Swap Program

Historical Notional Amount Outstanding Fiscal Year End

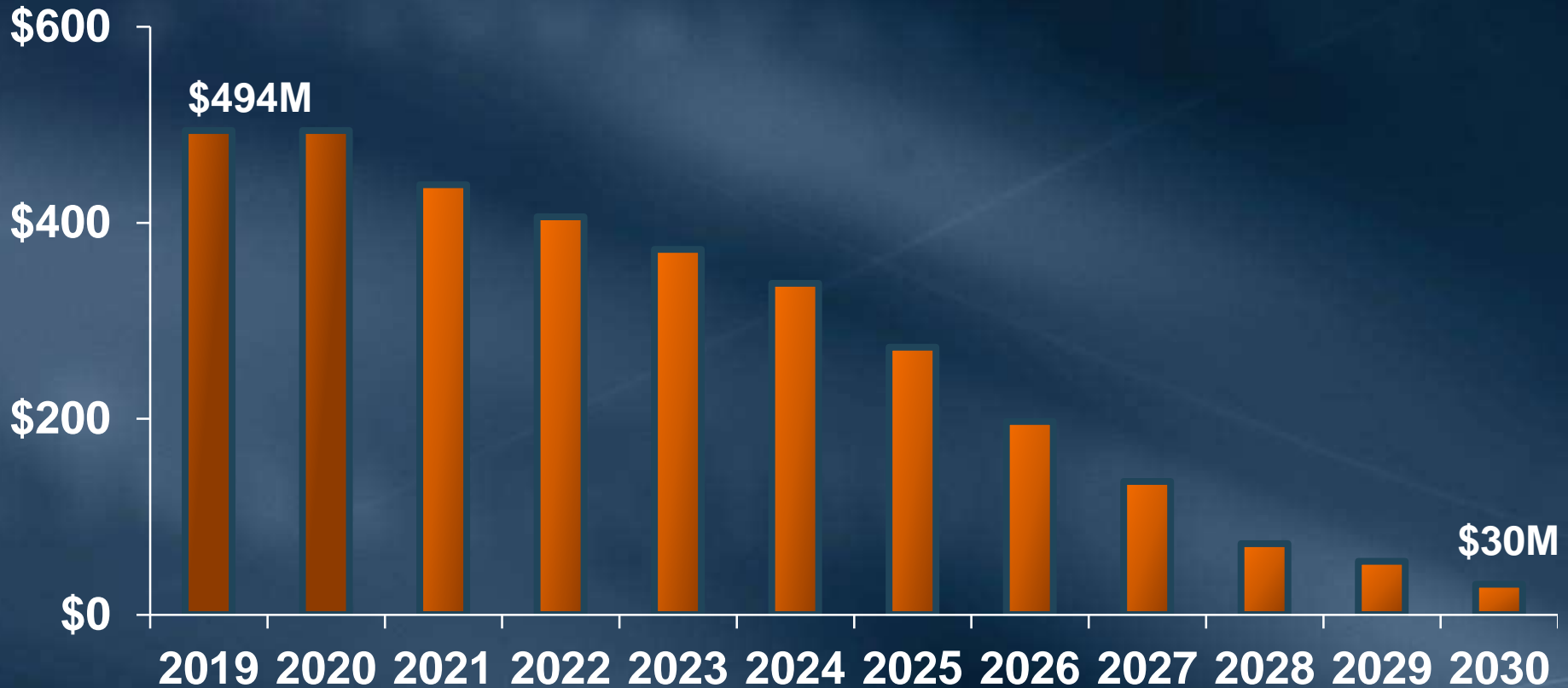
\$ in Millions



Metropolitan's Swap Program

Projected Notional Amount Outstanding Fiscal Year End

\$ in Millions



Metropolitan's Swap Program

As of March 31, 2019

Counterparty Swaps Outstanding; Ratings; and Swap Market Values:

- JPMorgan Chase Bank
 - \$216 million; Aa2/A+/AA; (\$23.7) million
- Wells Fargo Bank, N.A.
 - \$158.6 million; Aa2/A+/AA-; (\$17.9) million
- Morgan Stanley Capital Services Inc.
 - \$83.6 million; A3/BBB+/A; (\$6.0) million
- Citigroup Financial Products Inc.
 - \$35.4 million; A3/BBB+/A; (\$4.4) million
- Eight swaps from \$6.3 million to \$158.6 million
- Swap Contracts Outstanding: \$493.6 million
- Mark-to-Market Value: (\$52.0) million
- Collateral Posting: \$0
- Savings to date: \$118.6 million

Summary

- **Swap program has been well managed**
- **Swap exposure has been reduced with swap terminations and scheduled amortization**
- **Continued reductions based on scheduled swap amortization**
- **To date savings have exceeded original projections**

