



Subordinate Water Revenue Refunding Bonds, 2020 Series A

Finance & Insurance Committee
Item 7a
March 9, 2020

Details of Refunding

- On March 4, 2020, Metropolitan priced \$151.4 million, Subordinate Water Revenue Refunding Bonds, 2020 Series A
- The bonds were rated AA+ by Fitch Ratings and S&P
- Portions of nine series of variable rate bonds were refunded, thereby de-risking Metropolitan's debt portfolio
- Leading up to the bond pricing, interest rates decline to new all-times lows as a result to the market's reaction to the global outbreak of COVID-19
- Metropolitan received over \$250 million of orders, making the transaction 1.7x oversubscribed
 - **17 investors submitted orders including 9 new investors**
- The financing produced total debt service savings of \$9.4 million, and PV savings or 4.4% of refunded par
- The bond closing will be April 1, 2020

