

## AGENDA



Thursday, November 5, 2009

**Discussion and Possible Action on Bond Sales  
RECOMMENDATION FOR COUNCIL ACTION**
**Item No. 51**

**Subject:** Approve an ordinance authorizing the issuance of City of Austin, Texas, Water and Wastewater System Revenue Refunding Bonds, Series 2009A (the Bonds), in an amount not to exceed \$204,000,000, and approving related documents.

**Amount and Source of Funding:** \$5,097,199 estimated debt service requirement and \$400 annual paying agent/registrar fee is included in the 2009-2010 approved budget of the Utility Revenue Bond Redemption Fund.

**For More Information:** Art Alfaro, Treasurer, Finance and Administrative Services 974-7882

The Water and Wastewater Utility will refund up to \$196,000,000 of Tax-Exempt Commercial Paper and will fund a reserve fund totaling approximately \$6,500,000 with the proceeds of the Bonds. The Tax-Exempt Commercial Paper refunding will allow the Water and Wastewater Utility to take advantage of currently favorable market conditions and free a significant portion of the commercial paper credit line for future borrowing needs.

The transaction will be sold through the following underwriting team:

Senior Manager: Morgan Stanley

Co-Managers: Goldman Sachs

Barclays Capital

Morgan Keegan (Regional)

Southwest Securities (Regional)

Rice Financial (MBE)

Cabrera Capital Markets (MBE)

Siebert Brandford Shank (MBE) This item has been posted for not later than 2:00 p.m. to allow

City Council action prior to the close of financial markets.

Fulbright & Jaworski, L.L.P. will serve as bond counsel for this transaction.