



City of Austin, Texas

\$355,000,000*

Electric Utility System Revenue Refunding Bonds,
Series 2015A

\$80,000,000*

Electric Utility System Revenue Refunding Bonds,
Taxable Series 2015B

**Council Presentation
April 23, 2015**

*Preliminary, subject to change.





Electric Utility System Revenue Refunding Bonds, Series 2015 A&B

ISSUER	City of Austin, Texas
TYPE OF SALE	Negotiated
BOND COUNSEL	Fulbright & Jaworski L.L.P.
FINANCIAL ADVISOR	Public Financial Management, Inc.
LEAD UNDERWRITER	Goldman Sachs
Co-Managers	JP Morgan Raymond James Jefferies Mesirow Financial Ramirez Stifel Nicolaus
RATINGS	Moody's A1 S&P Fitch AA-

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Electric Utility System Revenue Refunding Bonds, Series 2015 A&B

Purpose - The Bonds are being issued to refund \$160,000,000 of the City's outstanding Tax-Exempt Commercial Paper and \$32,700,000 of the City's outstanding Taxable Commercial Paper issued for the Electric Utility System. Additionally, Bonds are being issued to refund select maturities of the City's currently outstanding bond indebtedness. The purpose of the bond sale is to restore capacity in the commercial paper programs, and refund outstanding bonds to effect debt service savings.

Parameter Sale

- Council approves parameter bond ordinances which allow the pricing officer (City Manager or Chief Financial Officer) to complete the sale of the bonds.
- Parameters include meeting the Financial Policy target of 4.25% savings, not exceeding a final maturity requirement and a maximum interest rate on the bonds.
- The parameter sale allows for flexibility in setting the pricing date should market conditions change.



Issue Objectives- Series 2015 A&B

Series 2015A

- Refund \$160MM of the City's outstanding Tax-Exempt Commercial Paper issued for the Electric Utility System
- Restore available capacity under the tax-exempt commercial paper program while locking in historically low interest rate levels
- Refund \$195,000,000* of currently outstanding long-term debt for debt service savings
- Estimated debt service savings of \$18.3MM* (present value) or 9.37%*

Series 2015B

- Refund \$32.7MM of the City's outstanding Taxable Commercial Paper issued for the Electric Utility System
- Restore available capacity under the taxable commercial paper program while locking in historically low interest rate levels
- Refund \$44,700,000* of currently outstanding long-term debt for debt service savings
- Estimated debt service savings of \$2.4MM* (present value) or 5.37%*

*Preliminary, subject to change.



Timetable – Key Dates

Date	Action
April 6, 13	- Rating Agency Meetings
Late April	- Receive Ratings
April 23	- City Council Action
May 5	- Distribute Preliminary Official Statement
May 12	- Bond Pricing*
June 2	- Closing

*Preliminary, subject to change.



Interest Rate Environment

Historical Comparison of 10-Year Treasury and 30-Year Treasury

