

MSD 2020B Revenue Bonds

Metro Public Works Committee

August 11, 2020



KRS 76.150: District Revenue Bonds

(2)...the bonds shall be authorized by resolution of the board...

...the issuance of bonds shall first be authorized by ordinance passed by the legislative body of the city and approved by the mayor of the city.

...the bonds shall be sold at public sale...

(4) The bonds or other obligations of the district shall not constitute an obligation or indebtedness of the city or of the county...

WIFIA Bond Details

Invest in Water Infrastructure

24
LOANS
CLOSED

\$5.3 BILLION
TOTAL FINANCING

25,000
JOBS CREATED

22 MILLION+
POPULATION SERVED

1 2

Purpose:

Water Infrastructure Finance and Innovation Act of 2014 created a federal credit program administered by EPA

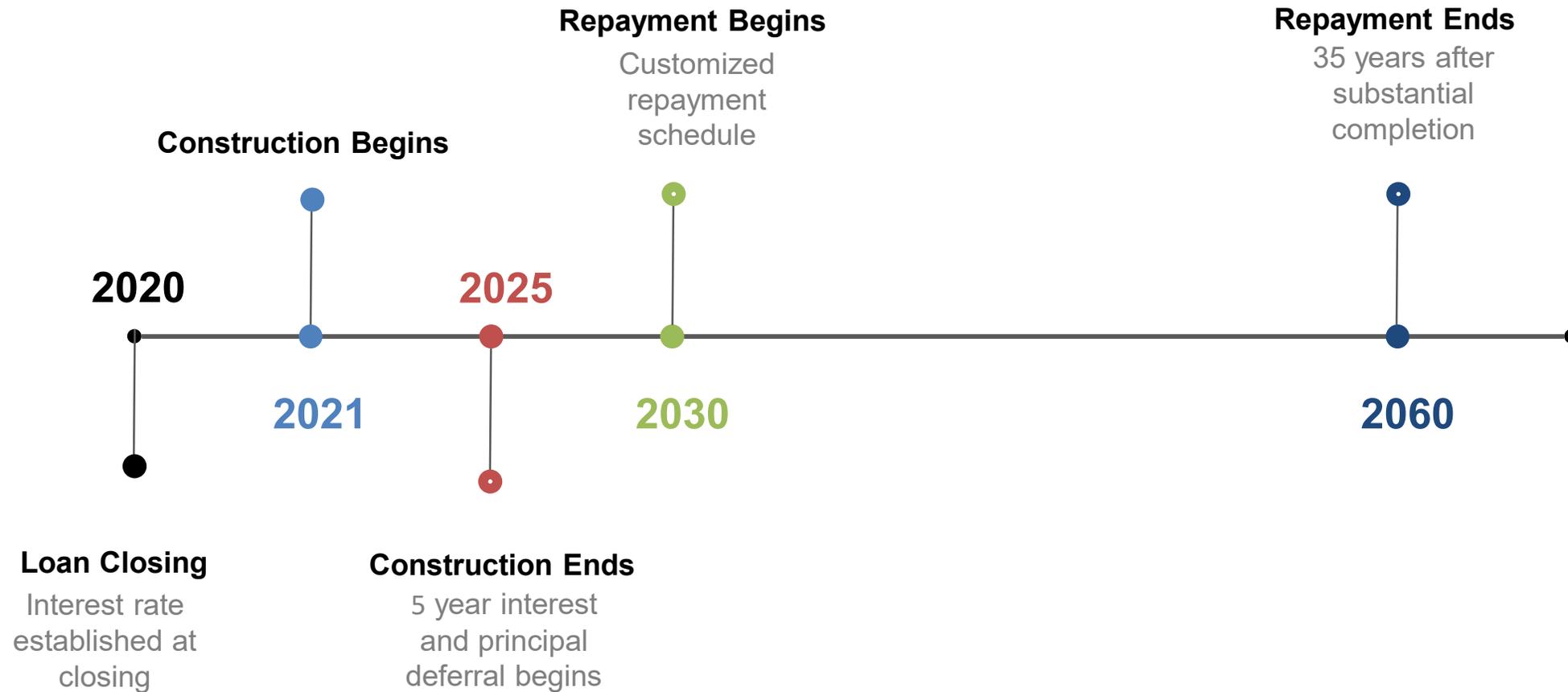
- \$96,926,900 bonds
35 Year Term
- Fixed rate interest set at closing
- First lien basis with outstanding bonds
- Ratings by Moody's & S&P

Use of Bond Proceeds

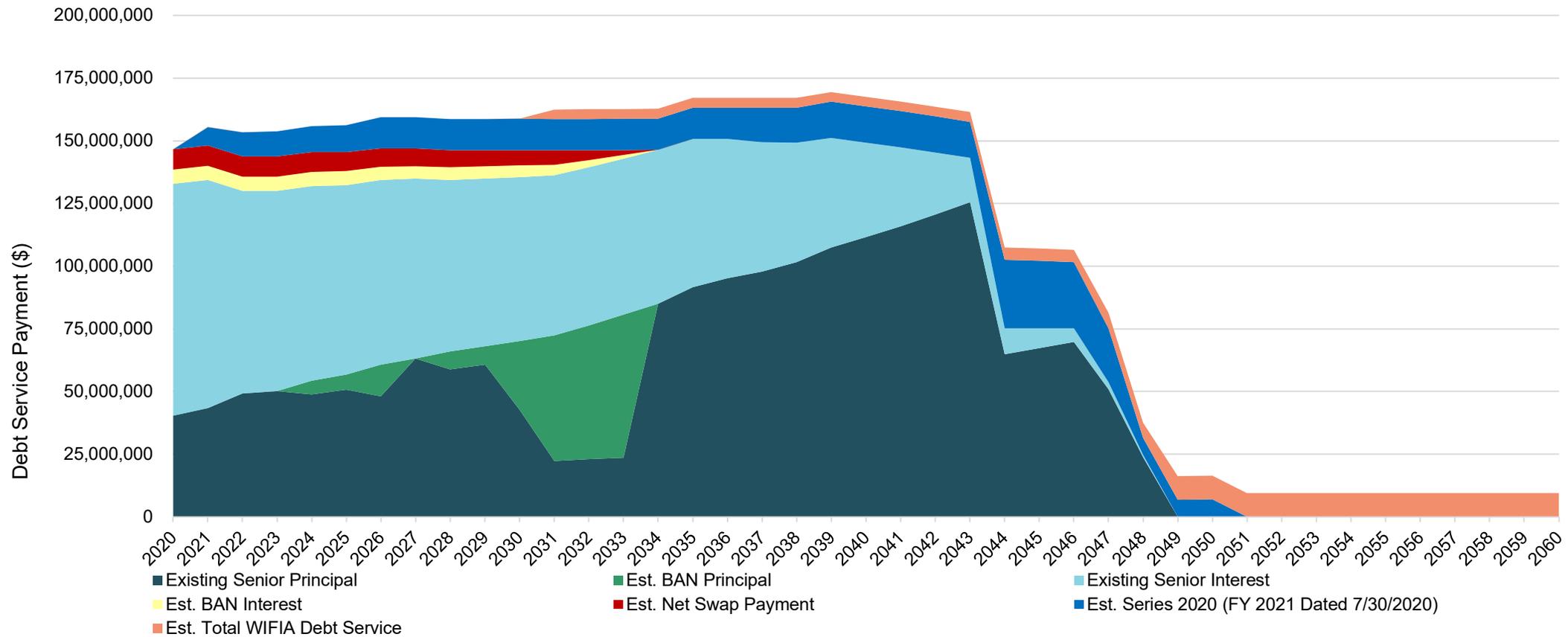
- Bond proceeds will finance MSD's Biosolids Processing Solution at Morris Forman WQTC
- Largest facility project - \$170M construction; \$198M total project cost
- Culmination of 5 years research, evaluation and 3rd party validation
- 49% financed through WIFIA
- Estimated interest savings from use of WIFIA compared to a comparable market rate financing is \$15.1M



Structure of WIFIA Bonds



Estimated Long-Term Debt Service Outstanding



WIFIA Bond Closing Schedule

Week of July 27	Regular Meeting of MSD Board (Monday, July 27)
Week of August 3	Regular Meeting of Metro Council - 1st reading of bond ordinance (Thursday, August 6)
Week of August 10	Metro Government Public Works Committee Meeting (Tuesday, August 11)
Week of August 17	Regular Meeting of Metro Council - 2nd reading of bond ordinance (Thursday, August 20)
Week of August 31	Competitive bond sale (Wednesday, September 2)
Week of September 21	Close WIFIA Loan (Wednesday, September 23)

Questions?