

# City of Racine

Finance & Personnel Committee Meeting

January 11, 2021

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#### **Tentative Timeline**

•	Water Works Commission considers plan of finance/authorizes the borrowing	December 15, 2020
•	Finance Committee considers plan of finance/parameters resolution.	January 11, 2021

- Preparations are made for issuance
  - ✓ Official Statement
  - ✓ Bond Rating
  - ✓ Marketing

- Closing (funds available)......February 11, 2021

### Borrowing/Structure/Purpose

Estimated Size:	\$20,000,000	
Issue:	Waterworks System Mortgage Revenue Bonds	
Purpose:	Infrastructure Improvements	
Structure:	Matures September 1, 2022-2041	
First Interest:	September 1, 2021	
Callable:	September 1, 2028	
Estimated Interest Rate:	2.12%	

#### Summary of Parameters

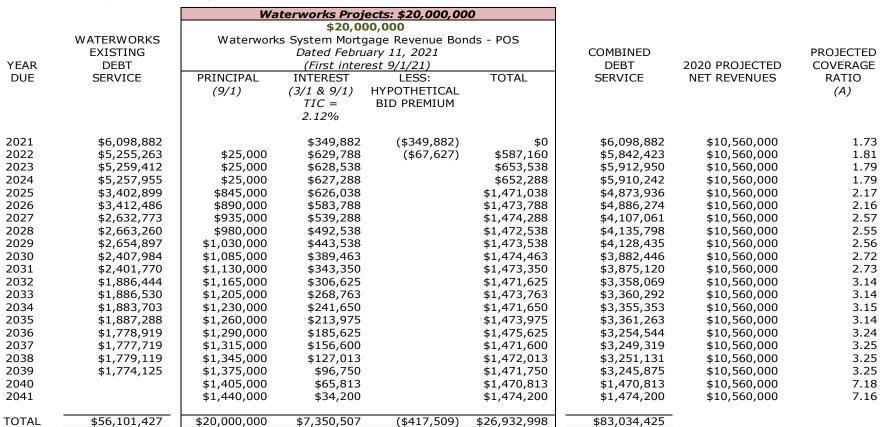
Not to exceed amount:	\$20,000,000
True Interest Cost (TIC) not to exceed:	3.25%
Each maturity increase/decrease by:	\$500,000



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#### Preliminary Financing Plan



(A) Based on 2020 Projected Net Revenues.

Operating Revenues: \$21,310,000 (1)
Less: Operating Expenses: (\$10,750,000) (2)
Net Revenues: \$10,560,000

<sup>(1)</sup> Including investment earnings and connection fees.

<sup>(2)</sup> Less depreciation.