

May 5, 2009

WATER UTILITY ENTERPRISE

A regular meeting of the Water Utility Enterprise was held on Tuesday, May 5, 2009 at 12:40 a.m. in the Council Chambers of the City of Fort Collins City Hall. Roll Call was answered by the following Boardmembers: Hutchinson, Kottwitz, Manvel, Ohlson, Poppaw, Roy, and Troxell.

Staff Members Present: Atteberry, Krajicek, Roy.

**Ordinance No. 007,
Authorizing the Issuance of City of Fort Collins Water Utility Enterprise,
Water Revenue Refunding Bonds, Series 2009, in the Maximum Aggregate
Principal Amount of \$8,500,000, Adopted on Second Reading**

The following is staff's memorandum for this item.

“EXECUTIVE SUMMARY

The City of Fort Collins and its Water Utility Enterprise have issued bonds to raise funds to pay for needed capital improvements that provide water distribution and water treatment services to residents and businesses within the City. In 1998, the City issued \$31,580,000 of bonds to refund bonds that had been previously issued to provide funding for improvements to the water treatment facilities within the City. According to the provisions of the 1998 bonds, they became eligible to be refinanced at the ten year anniversary in Fall 2008. This Ordinance, unanimously adopted on First Reading on April 21, 2009, authorizes the issuance of water revenue refunding bonds that will be paying off bonds that carry higher interest rates. The 1998 issues carried interest rates up to 4.75%. The refunding Bonds in this ordinance will carry interest rates of between 2.25% – 2.75%. The present value savings on the lower rates should be approximately \$400,000. The final rates will be determined by selling the Bonds at a negotiated sale in May.”

Boardmember Manvel made a motion, seconded by Councilmember Poppaw, to Adopt Ordinance No. 007 on Second Reading. Yeas: Hutchinson, Kottwitz, Manvel, Ohlson, Poppaw, Roy and Troxell. Nays: none.

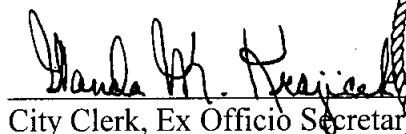
THE MOTION CARRIED.

Adjournment

The meeting adjourned at 12:45 a.m.


Mayor, Ex Officio President

ATTEST:


City Clerk, Ex Officio Secretary

