



Department of Finance

Award of the Electric Revenue Refunding Bonds Series 2024A

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Deputy Finance Director/Treasurer

July 15, 2024
City Council Item 8





Background

Department of Finance

- Council approved the issuance of the 2024A Electric Revenue Refunding Bonds on May 13, 2024.
- Authorized a not-to-exceed amount of \$125 million.
- Bonds sold on competitive basis on July 15, 2024.
- Pursuant to Section 1414 of the Charter, Council must accept the bid and fix the rate on the bonds.



Bid Results

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<u>Bidder</u>	<u>TIC</u>		<u>Spread</u>
Fifth Third Securities, Inc. – Cincinnati, OH	3.633%	1	n/a
Jefferies LLC – New York, NY	3.634%	2	0.001%
Janney Montgomery Scott LLC – Philadelphia, PA	3.638%	3	0.005%
Morgan Stanley & Co, LLC – New York, NY	3.639%	4	0.006%
UBS Financial Service Inc. – New York, NY	3.645%	5	0.012%
RBC Capital Markets – New York, NY	3.646%	6	0.013%
Mesirow Financial, Inc. – Chicago, IL	3.647%	7	0.014%
J.P. Morgan Securities LLC – New York, NY	3.650%	8	0.017%
Truist Securities, Inc. – Charlotte, NC	3.655%	9	0.022%
Hilltop Securities – Dallas, TX	3.659%	10	0.026%
BofA Securities – New York, NY	3.662%	11	0.029%
Wells Fargo Sec, LLC – Charlotte, NC	3.662%	12	0.029%
Robert W. Baird & Co., Inc. – Milwaukee, WI	3.665%	13	0.032%
KeyBanc Capital Markets – Cleveland, OH	3.666%	14	0.033%
TD Securities – New York, NY	3.685%	15	0.052%



Financial Results

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- True Interest Cost = 3.6333%
- NPV Savings = \$7,397,973.92
- NPV % Savings = 11.663210%
- Ave Annual Savings: \$529,377



2024A Electric Revenue Refunding Bonds

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Section 3 of the Resolution:

The exact aggregate principal amount of the 2024A Bonds issued and sold is \$98,230,000.



2024A Electric Revenue Refunding Bonds

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Section 4 of the Resolution:

The Director of Finance is authorized and directed to deliver the 2024A Bonds at a purchase price of \$112,445,914.11.



Recommendation

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- Adopt a resolution confirming the award of the City of Pasadena Electric Revenue/Refunding Bonds, 2024A Series.