

Memorandum



CITY OF DALLAS

DATE August 24, 2021

TO Honorable Mayor and Members of the City Council

SUBJECT Waterworks and Sewer System Revenue Refunding Bonds, Series 2021C –
Bond Sale Results

On August 24, 2021, the City received 10 bids in a competitive sale of Dallas Water Utilities (DWU) Waterworks and Sewer System Revenue Refunding Bonds, Series 2021C (“the Bonds”) with true interest cost ranging from 2.22 percent to 2.32 percent. The winning bid was submitted by Bank of America (BofA) Securities. Market conditions were favorable for the sale of \$127,550,000 in Waterworks and Sewer System Revenue Refunding Bonds, which, together with the premium received on the bond sale, will retire approximately \$144,900,000 in currently outstanding commercial paper notes. The true interest cost for this bond sale is 2.22 percent.

On August 11, the City Council approved an ordinance authorizing the issuance of up to \$150,000,000 in Dallas Water Utilities Waterworks and Sewer System Revenue Refunding Bonds, Series 2021C, to refund outstanding commercial paper notes. Prior to the issuance of the bonds, Dallas Water Utilities received affirmed ratings of AAA from S&P Global Ratings and AA+ from Fitch Ratings.

The affirmed ratings and healthy competition in the market reinforce the positive impact prudent management policies continue to have on Dallas Water Utilities’ credit profile strength. Thank you for your continued support.

Please let me know if you need additional information.

A handwritten signature in blue ink that reads "M. Elizabeth Reich".

M. Elizabeth Reich
Chief Financial Officer

c: T.C. Broadnax, City Manager
Chris Caso, City Attorney
Mark Swann, City Auditor
Biliera Johnson, City Secretary
Preston Robinson, Administrative Judge
Kimberly Bizzor Tolbert, Chief of Staff to the City Manager

Majed A. Al-Ghafry, Assistant City Manager
Jon Fortune, Assistant City Manager
Joey Zapata, Assistant City Manager
Dr. Eric A. Johnson, Chief of Economic Development & Neighborhood Services
M. Elizabeth (Liz) Cedillo-Pereira, Chief of Equity and Inclusion
Directors and Assistant Directors