

Memorandum



CITY OF DALLAS

DATE August 30, 2018

TO Honorable Mayor and Members of the City Council

SUBJECT **Waterworks and Sewer System Revenue Refunding Bonds, Series 2018C – Sale Results**

On August 29, 2018, the City received nine bids in a competitive sale of Dallas Water Utilities Waterworks and Sewer System Revenue Refunding Bonds, Series 2018C (“the Bonds”). The winning bid was submitted by Morgan Stanley & Co., LLC.

Market conditions were favorable for the sale of \$152,965,000 in Waterworks and Sewer System Revenue Refunding Bonds, which, together with the premium received on the bond sale, will retire approximately \$163,700,000 in currently outstanding commercial paper notes. The true interest cost for this bond sale is 3.57 percent. Prior to the issuance of the bonds, Dallas Water Utilities received ratings of AAA from Standard & Poor’s and AA+ from Fitch Ratings.

The ratings on the Bonds and the healthy competition in the market reinforce the positive impact Council leadership and management policies have on Dallas Water Utilities’ credit profile. 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
Larry Casto, City Attorney
Craig D. Kinton, City Auditor
Billierae Johnson, City Secretary
Preston Robinson, Administrative Judge
Kimberly Bizer 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
Nadia Chandler Hardy, Assistant City Manager and Chief Resilience Officer
Raquel Favela, Chief of Economic Development & Neighborhood Services
Directors and Assistant Directors