



Water and Sewer Project Funding

WORK SESSION MAY 21, 2024

Background

Project costs much higher than 2021 Rate Study

Decreasing available funds

In April, decided on Scenario D

- Need to clarify timing of base and use rate changes

Financing options narrowed down

Johnathan Ward, Zions Bank

Financing Options

Sale Methodology	Proceeds	Par Amount	Term	All Inclusive Cost	Total P&I	Avg Annual Payment	Prepayment Feature
Market	\$ 9,000,000	\$ 8,445,000	20	3.67%	\$ 12,067,522	\$ 603,376	10 years
Direct Purchase	\$ 9,000,000	\$ 9,000,000	20	4.45%	\$ 13,777,818	\$ 688,891	0-3 years
Infrastructure Bank	\$ 9,000,000	\$ 9,000,000	15	3.45%	\$ 11,679,743	\$ 778,650	Anytime