

**RESOLUTION NO. WA-2021-09**

**A RESOLUTION OF THE BOARD OF THE COACHELLA WATER AUTHORITY AUTHORIZING THE ISSUANCE PROCESS FOR NEW BONDS TO REFUND CERTAIN OUTSTANDING COACHELLA WATER AUTHORITY BONDS AND FINANCE WATER AUTHORITY CAPITAL IMPROVEMENTS FROM EXPECTED INTEREST SAVINGS**

**WHEREAS**, the Coachella Water Authority (Authority) has outstanding balances for its 2008 Water Revenue (USDA) Bonds (2008 Bonds) and 2012 Water Revenue Refunding Bonds (2012 Bonds);

**WHEREAS**, current credit market conditions are expected to provide significant interest savings from refinancing the outstanding balances;

**WHEREAS**, net present value savings for refinancing are expected to be approximately \$1.8 million if market conditions remain favorable;

**WHEREAS**, the Authority has significant capital project financing needs;

**WHEREAS**, the net present value savings can be converted to new financing without extending the total amortization period of the refunded debt or increasing debt service payments providing an estimated \$1.6 million in new funding; and

**WHEREAS**, upon completion of the financing documents to be prepared by bond and disclosure counsel, the Board expects to consider approval of such documents at a future meeting;

**NOW, THEREFORE, BE IT RESOLVED** by the Board of the Coachella Water Authority as follows:

**Section 1.** The Board does hereby find and declare that the above recitals are true and correct.

**Section 2.** The Board authorizes and directs staff to undertake the process of issuing water revenue bonds to refund existing Authority bonds and procure additional capital improvement funding with the interest savings.

**Section 3.** The Board directs and authorizes the Executive Director or the Treasurer/Auditor as his designee to enter into agreements with the Authority's current municipal advisor and bond and disclosure counsel for purposes of this debt issuance and engage the services of and enter into an underwriter agreement with a dully licensed bond underwriter that is vetted and selected as the best qualified and/or lowest priced firm through a competitive RFP process as required under the Authority's purchasing ordinance

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**PASSED, APPROVED and ADOPTED** this 8<sup>th</sup> day of September 2021.

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Steven A Hernandez  
President

**ATTEST:**

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Angela M. Zepeda  
Secretary

**APPROVED AS TO FORM:**

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Carlos Campos  
Authority Attorney

STATE OF CALIFORNIA     )  
COUNTY OF RIVERSIDE   ) ss.  
CITY OF COACHELLA     )

**I HEREBY CEERTIFY** that the foregoing Resolution No. WA-2021-09 was duly adopted by the Board of Directors of the Coachella Water Authority at a regular meeting thereof held on the 8<sup>th</sup> day of September 2021, by the following vote of the Board:

AYES:

NOES:

ABSENT:

ABSTAIN:

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Andrea J. Carranza, MMC  
Deputy City Clerk