



City Council Regular Meeting AGENDA ITEM

NUMBER: 30

SUBJECT:

Ordinance No. 3222, An Ordinance Authorizing the Issuance by the City of North Las Vegas, Nevada, of Its General Obligation (Limited Tax) Water and Wastewater Reclamation System Refunding Bond (Additionally Secured by Pledged Revenues), Series 2024A; and Providing for Other Matters Properly Related Thereto. (Citywide) (For Possible Action; Recommendation – Pass and Adopt)

REQUESTED BY:

William V. Riggs, Finance Director

WARD:

(Citywide)

RECOMMENDATION OR RECOMMEND MOTION:

Staff recommends on October 16, 2024, the City Council introduce Ordinance No. 3222 and pass and adopt Ordinance No. 3222 on November 6, 2024, pertaining to the refinancing of \$31,250,000 in previously issued general obligation water and wastewater improvement bonds through the State of Nevada Department of Conservation and Natural Resources in connection with a loan through the State Revolving Loan Fund Program (SRF) at an interest rate less than 3%.

FISCAL IMPACT:

Amount:

Explanation:

The estimated savings are about \$166,000 annually through 2040. The present value savings is approximately \$1.8 million.

ACCOUNT NUMBER:

Fund 610

STAFF COMMENTS AND BACKGROUND INFORMATION:

On June 17, 2010, the City Council issued \$145 million in Water and Wastewater Improvement Bonds, Series 2010A (Series 2010 Bonds), for the purpose of acquiring, constructing, improving and equipping the City's Wastewater Reclamation Facility, which became operational in 2012. The Bonds were issued for a 30-year term with an interest rate ranging from 4.137% to 6.572%.

Currently, the amount of outstanding Series 2010 Bonds totals \$123,135,000 and the interest rate on those unpaid Bonds ranges between 6.122% and 6.572%.

The Nevada Division of Environmental Protection provides loans for drinking water and wastewater infrastructure construction, as well as the refinancing of previously issued water and wastewater bonds, to publicly-owned systems in Nevada at below market rates through its State Revolving Loan Fund (SRF). Under the State's SRF, the City has been approved to refinance \$31,250,000 of the Series 2010 Bonds at an interest rate of less than 3%, although this rate is subject to change until the actual day of the transaction, which is anticipated to be December 3, 2024.

CIP No.

Related Item:

LIST CITY COUNCIL GOAL(S): Responsible Fiscal Management

PREPARED BY:	Respectfully Submitted	MEETING DATE:
William V. Riggs, Finance Director	Micaela R. Moore, City Manager	October 16, 2024