

CITY OF WAUWATOSA

MEMORIAL CIVIC CENTER
7725 WEST NORTH AVENUE
Telephone: (414) 479-8917
Fax: (414) 479-8989

**BUDGET & FINANCE COMMITTEE
SPECIAL MEETING - Tuesday, July 2, 2002
Committee Room #2**

PRESENT: Ald. Bruderle-Baran, Casey, Grimm, Matthews, McCarthy, Stepaniak -6

EXCUSED: Aids. Jenkins, Subotich

ALSO PRESENT: Aids. Herzog, Treis; R. Braier, Compt./Treas.; B. Aldana, Asst. City Attorney;
J. Wojcehowicz, Water Dept. Supt.

Ald. Stepaniak as Chair called the meeting to order at 7:18 p.m.

Water Utility Revenue Bonds

Mr. Braier reported the issue before the committee is the proposed interest rates for the \$4 million water utility bond issue. He distributed a listing of the rates and debt service schedule, along with a comparison of similar bond issues.

Paul Thompson, Hutchinson, Shockey, Erley & Co., (the city's financial advisor) said that after review Moody's increase the bond rating from A1 to Aa3 . Mr. Thompson said this is a two-step jump that is due to the changes in the financial programs put in place since 1993. At one time there was a \$750,000 deficit in the water utility's surplus fund where there is not a \$3.5 million surplus. The projected interest rate was 5.15% and the actual rate is 4.99%. This is due to the increased rating and improved market conditions.

Mr. Braier said the revenue bonds will fund this year's capital improvements as well as upcoming projects over the next two years.

Moved by Ald. McCarthy, seconded by Ald. Bruderle-Baran to recommend
approval of the resolution -6

The meeting adjourned at 7:25 p.m.

Carla A. Ledesma, City Clerk
City of Wauwatosa

bw