



Metro

Metropolitan Transportation Authority

One Gateway Plaza
Los Angeles, CA 90012-2952

213.922.2000 Tel
metro.net

JUNE 1, 2016

TO: BOARD OF DIRECTORS

THROUGH: PHILLIP A. WASHINGTON *PAW*
CHIEF EXECUTIVE OFFICER

FROM: NALINI AHUJA *Nalini Ahuja*
EXECUTIVE DIRECTOR, FINANCE AND BUDGET

SUBJECT: REFUNDING OF PROP C 2006-A BONDS

ISSUE

At the April 2016 meeting the Board authorized the sale of Proposition C (Prop C) refunding bonds to refund the Prop C 2006-A bonds to lock in low fixed interest rates and achieve debt service savings.

On Thursday, May 25, 2016, we competitively sold \$86.57 million of Prop C fixed rate refunding bonds to refund Prop C 2006-A bonds. Eight bids were received and Citi provided the lowest overall interest rate of 1.934%, .0059% lower than the next lowest bid submitted by Wells Fargo Bank. The refunding will generate approximately \$17.2 million of net present value savings over the 14 year life of the bonds.

Please call Donna Mills, 213-922-4047, if you would like further information.

Prepared by: Donna R. Mills, Treasurer
LuAnne Edwards Schurtz, Assistant Treasurer