



Metro

Los Angeles County
Metropolitan Transportation Authority

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June 29, 2020

TO: BOARD OF DIRECTORS

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

FROM: NALINI AHUJA
CHIEF FINANCIAL OFFICER 

SUBJECT: PROPOSITION C 2020-A REFUNDING BONDS

ISSUE

On June 9, 2020, Metro competitively sold \$28.265 million of Prop C 2020-A bonds to refund outstanding Prop C 2010-A bonds, for interest savings. We received 8 bids on the bonds and Citigroup provided the lowest overall true interest cost of 0.170719%, followed by the next lowest bid of 0.171636% submitted by Wells Fargo Securities.

The final maturity of the bonds is July 1, 2023. Net present value savings over the life of the bonds is approximately \$5.395 million, or 14.523% of the refunded bonds. Standard & Poor's and Fitch rated the bonds AAA and AA+, respectively.

This refunding bond is the seventh Prop C refunding issued for debt service savings since 2013, resulting in total net present value savings of approximately \$79.9 million over that time period. Additionally, since 2013 we have sold six Prop A refunding bond issues realizing net present value savings of \$96.2 million, bringing the combined total net present value of refunding savings to \$176.1 million.

If you have any questions or comments, please contact Donna R. Mills at (213) 922-4047.