CLARK COUNTY WATER RECLAMATION DISTRICT
BOARD OF TRUSTEES
AGENDA ITEM

Issue: 2009A Clark County Water Reclamation District Resolution Authorizing the Issuance of Water Reclamation Bonds

Petitioner: Richard Mendes, General Manager, Clark County Water Reclamation District

Recommendation:
Sitting as the Clark County Water Reclamation District Board of Trustees approve, adopt, and authorize the Chairman to sign the Bond Resolution 09-002, authorizing the issuance of General Obligation (Limited Tax) Water Reclamation Bonds, (Additionally Secured by Pledged Revenues), Series 2009A, in an amount not to exceed $135,000,000.

FISCAL IMPACT:
The bonds will be repaid by Clark County Water Reclamation District system revenues.

BACKGROUND:
In June 2008, the District’s Board of Trustees and the Debt Management Commission authorized District staff to begin a long-term debt financing program which includes bonding authority not to exceed $1.2 billion. At the June 17, 2008 Board of Trustees meeting, the Board authorized the District to proceed with the issuance of Water Reclamation Bonds; and on July 1, 2008, a public hearing was held. The first in the series was a proposed issuance of $250 million; however, due to market conditions at the time of the sale, the actual amount of bonds sold was reduced to $115,825,000.

As the District continues with its long-term plan for financing capital improvements, the District is proposing to issue additional bonds in 2009 via two separate bond sales. The separate sales with smaller par amounts will allow for flexibility, based on market conditions at the time of sale. The District seeks authorization to issue $135 million in bonds as the first of the 2009 bonds. The District will issue an additional $125 million in 2009, using a separate bond resolution, when funding is needed and market conditions are advantageous. Adoption of the 2009A Bond Resolution is the final Board action necessary in the bond authorization process for the $135 million bond issuance.

The resolution authorizes the issuance of Clark County Water Reclamation District General Obligation (Limited Tax) Water Reclamation Bonds (Additionally Secured by Pledged Revenues) Series 2009A to provide funding for the purpose of financing, wholly or in part, the acquisition, construction, reconstruction, improvement, extension or betterment of the District’s sanitary sewer system as provided in NRS 318.140.

This item has been reviewed and approved by the District Attorney’s office.

Respectfully submitted,

RICHARD MENDES
General Manager

March 3, 2009
RM:BMc