



Agenda Date: 2/2/2022
Agenda Placement: 8B

Napa Sanitation District Board Agenda Letter

TO: Honorable Board of Directors
FROM: Timothy Healy - General Manager
NS-Administration
REPORT BY: Cyndi Bolden, FINANCE DIRECTOR - 258-6001
SUBJECT: Discuss Potential Refunding of the Certificates of Participation, Series 2012A

RECOMMENDATION

Discuss potential refunding of the Certificates of Participation, Series 2012A and receive presentation from NapaSan's municipal advisors, KNN Public Finance.

EXECUTIVE SUMMARY

In 2012, NapaSan (through the Napa Sanitation District Financing Corporation) issued Refunding Revenue Certificates of Participation (COPs), Series 2012A in the amount of \$37,845,000. They were originally issued to refund the Series 2009A COPs and to provide additional proceeds to finance various other projects. The Series 2012A COPs are eligible to be "called" (refinanced) in August 2022.

Based on the current market conditions, NapaSan's municipal advisors (KNN Public Finance) and staff believe that it would be advantageous to take advantage of current low interest rates.

The proposed refunding will refund the existing outstanding principal, \$24,405,000, of the Series 2012A COPs, but will not provide any additional proceeds to NapaSan. The term of the bonds will remain the same and will result in lower annual debt service payments.

KNN Public Finance will give the Board a presentation on their analysis of refunding the Series 2012A COPs.

FISCAL & STRATEGIC PLAN IMPACT

Is there a Fiscal Impact? No

ENVIRONMENTAL IMPACT

ENVIRONMENTAL DETERMINATION: The proposed action is not a project as defined by 14 California Code of Regulations 15378 (State CEQA Guidelines) and therefore CEQA is not applicable.

BACKGROUND AND DISCUSSION

None.

SUPPORTING DOCUMENTS

A . KNN Presentation Slides

Napa Sanitation District: Approve

Reviewed By: Timothy Healy