

Outcomes for the Tender Offer for a Portion of the Authority's Outstanding Bonds



“Tendering” Outstanding Taxable and Tax-Exempt UTA Sales Tax Bonds for Savings

Bond Tender Refunding Steps to Completion

- Board of Trustees indicated intention to proceed at the May 10th meeting
- Transaction was presented to the Local Advisory Council at their May 31st meeting for comments
- Transaction was presented to State Finance Review Commission at their June 24th meeting. The commission passed a resolution authorizing the new bonds
- Board of Trustees authorized the tender offer to bondholders and issuance of refunding bonds at its July 26th meeting with the following parameters:
 - Net Savings % need to exceed 5%
 - Net Present Value Savings should exceed \$6M
 - Tendering offers should only be to 2015A and 2016 tax exempt, and 2020, 2019B and 2020B taxable bondholders maturing debt prior to December 15, 2042
 - Refunding bonds should not exceed the original tendered bond
 - Time to perform the tendering should be a year



“Tendering” Outstanding Taxable and Tax-Exempt UTA Sales Tax Bonds for Savings

Incentive offered to Bond Holders - Taxable

Officers worked with our Municipal Advisor, Bond Counsel, Information Agent, and Underwriter to price the tender offer.

Series	CUSIP Base 917567 ¹	Maturity Date	Interest Rate	Outstanding Par Amount	Maximum Principal Amount to be Accepted for Purchase	Purchase Price as a Percentage of Par ²
2020B	FR5	12/15/2033	2.375%	\$2,835,000	\$2,835,000	79.178%
2020B	FS3	12/15/2034	2.475	2,905,000	2,905,000	78.201%
2020B	FT1	12/15/2035	2.575	2,965,000	2,965,000	77.322%
2020B	FU8	12/15/2036	2.675	4,365,000	4,365,000	76.581%
2020B	FV6	12/15/2039	2.970	61,680,000	61,680,000	75.649%
2019B ³	EX3	12/15/2042	3.443	188,810,000	100,445,000	77.236%

Series	CUSIP Base 917567 ¹	Maturity Date	Interest Rate	Outstanding Par Amount	Maximum Principal Amount to be Accepted for Purchase	Purchase Price as a Percentage of Par ²
2016	CHO	12/15/2029	4.000%	\$18,865,000	\$18,865,000	101.882
2016	CF4	12/15/2030	4.000	29,915,000	29,915,000	101.229
2016	CG2	12/15/2031	4.000	31,110,000	31,110,000	100.748
2015A	BD0	6/15/2024	5.000	33,255,000	33,255,000	101.256
2015A	BE8	6/15/2025	5.000	34,385,000	34,385,000	103.127

Agenda Item 11.a.

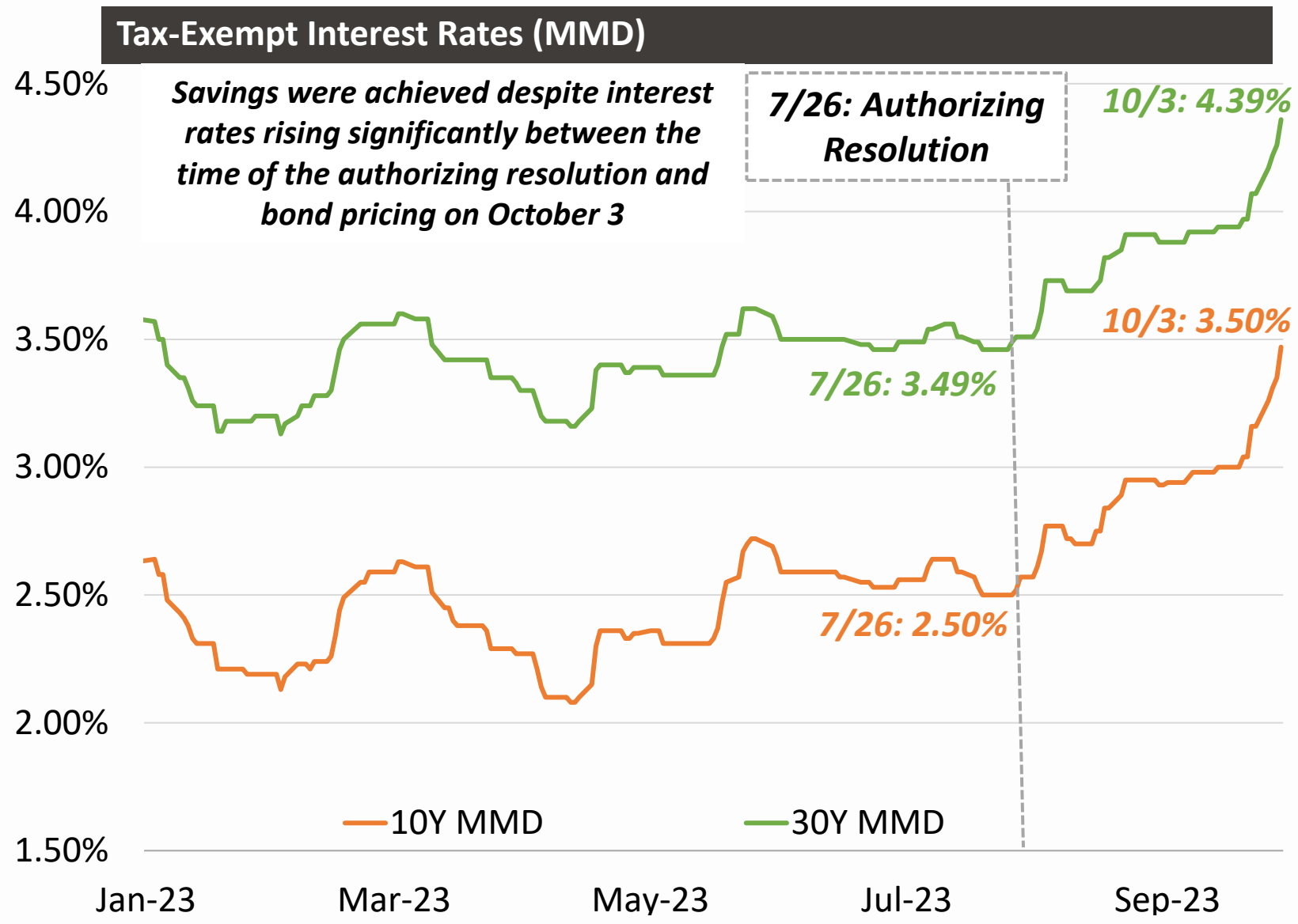


Summary Financing Results

- Tendering offers were only accepted on the 2015A tax exempt, 2019B and 2020B taxable bonds. No 2016 bonds were accepted due to higher tax-exempt rates, but that \$80 million will be eligible for potential refunding in 2026.
- Tendering participation was overall 35.7% (based on total outstanding bonds) and 45% (based on maximum principal amount eligible for acceptance)
- UTA accepted \$101,175,000 in tendered bonds (out of \$155,110,000 that were submitted for tendering), but due to the meaningful discount at which taxable bonds were purchased, UTA only had to borrow \$77,600,000 in tax-exempt refunding bonds to satisfy the tender.
- The tender also improved future optionality by replacing bonds with an average coupon of 3.4% with new, 5% coupon tax-exempt bonds

Tendered & Accepted Senior Lien Bonds		
Series	Par	Maturities
2015A	\$7,350,000	2024-2025
2019B	84,870,000	2037-2042
2020B	8,955,000	2033 & 2037
Total	\$101,175,000	

Refunding Bonds Statistics	
Closing Date	10/17/2023
Refunding Par Amount	\$77,600,000
Refunded Bonds Average Coupon	3.41%
Debt Service Savings	\$11,481,261
NPV Debt Service Savings (\$)	\$6,290,481
NPV Savings (% of tendered par)	6.22%



Source: Thomson Reuters TM3 as of 10/3/2023.

