

#4



Received

JAN 29 2020

City of NLR Mayor's Office

By:



January 28, 2020

Via Hand Delivery and Certified Mail

The Honorable Frank Scott, Jr.
Mayor, City of Little Rock
City Hall, Room 203
500 West Markham Street
Little Rock, AR 72201

The Honorable Joe Smith
Mayor, City of North Little Rock
North Little Rock City Hall
300 Main Street
North Little Rock, AR 72114

Re: Proposed Issuance of Revenue Bonds

Mayors Scott & Smith:

Central Arkansas Water proposes to issue not more than \$6,500,000 of water revenue bonds to provide permanent financing of the costs of acquiring the water system owned and operated by Paron – Owensville Water Authority of the State of Arkansas (the "Water Authority") and making capital improvements thereto. The bonds will be purchased by the Arkansas Development Finance Authority through the State Drinking Water Revolving Loan Fund.

The Water Authority is a rural water system located in Saline County that includes a service area encompassing the towns and communities of Paron, Ford, Owensville, Reform, and Rubicon. Central Arkansas Water proposes to repay the bonds with rate revenues and proceeds of one or more debt surcharges to be imposed on Water Authority customers, and not with general revenues of Central Arkansas Water.

The Consolidation Agreement requires at least one (1) public hearing on proposed bond issuance and requires that we give a three-month notice to the governing bodies of the two cities. We will hold the public hearing but have not yet set the date. We plan to notify you when it is set. We respectfully ask that the Little Rock Board of Directors and the North Little Rock City Council accept this letter as official notice of our intention to issue revenue bonds and accept that the three-month review period begins as of January 28, 2020.

If you have questions about any specifics of the bonds, please contact me at 377-1345.

CENTRAL ARKANSAS WATER

C. Tad Bohannon
Chief Executive Officer

FILED 9:56 A.M. _____ P.M.

BY via email

DATE 2-3-2020
Diane Whitbey, City Clerk and Collector
North Little Rock, Arkansas

RECEIVED by J. Thomas