METRO NEWS

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BOND REFUNDING TO SAVE THE MTA UP TO $9 MILLION

The MTA plans to issue up to $200 million in Proposition A refunding bonds later this month. Proceeds from the sale of series 1999-C bonds will be used to refund up to $185 million of currently outstanding Prop A bonds. The timing of the sale will allow the MTA to take advantage of lower interest rates and will save the Authority up to $9 million.

The MTA Board approved the sale at its March meeting.

The bonds will be sold on a competitive basis and will be awarded to the underwriting syndicate providing the lowest interest cost. Based on the highly successful sale of Prop A bonds in March 1999, the MTA again will utilize electronic bid submission. All five bids received for that sale were delivered electronically.

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