

# Impact of PFA Subsidy

For \$40 million PFA 2016 loan

(\$ millions)	Total Debt Service	Present Value
2.64% Council bond	\$52.6	\$39.5
1.13% PFA loan	45.3	34.4
Interest savings to ratepayers	\$7.3	\$4.1
Bond underwriters discount		\$0.3
Cost of issuance saved		\$0.1
Funds received only after capital spending occurs		\$0.3
Total Present Value Savings		\$4.8