

**PUBLIC** 

## Item 7: Subchapter M Refinancing Update

Richard L. Scheel, CPA
Senior Vice President, Chief Financial
Officer, and Chief Risk Officer

Finance and Audit Committee Meeting

September 22, 2025

# Purpose Update F&A Committee on Subchapter M refinancing.

For Information Only
 No action is currently requested; for discussion only

#### **Key Takeaways**

- The M Bonds were originally issued to Texas
   Treasury Safekeeping Trust Company on November
   12, 2021 with a 2.97% interest rate until the three-year rate reset date.
- The three-year interest rate conversion on January
   1, 2025 was reset to 6.07%.
- The refinancing of the Subchapter M bonds resulted in a savings of approximately \$60.6 million in interest and \$20.5 million for Supplemental Capital over the life of the Bonds.

### **Series 2021 & 2025 Rates**

	Series 2021 Original Issuance	Series 2021 Reset Rate	Series 2025
Original Balance	\$800M	\$383.3M	\$379.1M
Coupon Rate	2.97%	6.07%	5.147%
WAL at Issuance	16.71 yrs.	15.46 yrs.	14.69 yrs.
Expected Final Maturity	8/1/2049	8/1/2049	8/1/2049
Legal Final Maturity	8/1/2051	8/1/2051	8/1/2051
Interest	\$521.8	\$347.26M*	\$286.67M
Supplemental Capital Account	\$24M	\$24M	\$0

<sup>\*</sup> Starting 08/14/25 for comparison to the Series 2025 Bonds



**PUBLIC** 

## Thank you!

#### Board

• Bill Flores

#### **Executive**

Pablo Vegas

#### Finance & Risk

- Matt Folks
- Stacey Fox
- Xiangxiang Ni
- Richard Scheel
- Leslie Swanson
- Jason Terrell

#### Legal

- Brandon Gleason
- Katherine Gross
- Brandt Rydell
- Chad Seely

#### Credit

- Sanchir Dashnyam
- Maruthi Gaddam
- Zaldy Zapanta

#### **Settlements**

- Ohlen Dinopol
- Connie Harris
- Zach Pendland
- Austin Rosel
- Magie Shanks

#### **PUCT**

- Thomas Gleeson
- Darryl Tietjen

## **ERCOT** Partners

- Atkins Capital Strategies LLC
- Barclays
- Citibank
- Moody's
- Winstead PC

