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American Water Capital sells \$1B of senior notes

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Theme **Energy**

American Water Capital Corp. sold \$1 billion of senior notes consisting of \$500 million of 2.80% notes due May 1, 2030, and \$500 million of 3.45% notes due May 1, 2050.

The notes were expected to be rated Baa1 by Moody's and A by S&P Global Ratings. Interest on the notes is payable May 1 and Nov. 1 each year, starting Nov. 1.

The issuer intends to use proceeds from the offering to lend funds to American Water Works Co. Inc. and its subsidiaries in the regulated business segment, repay outstanding long-term debt, repay commercial paper obligations of the issuer, and for general corporate purposes.

BofA Securities Inc., Mizuho Securities USA LLC, RBC Capital Markets LLC, U.S. Bancorp Investments Inc., Wells Fargo Securities LLC, J.P.Morgan Securities LLC, MUFG Securities Americas Inc., PNC Capital Markets LLC and TD Securities (USA) LLC acted as joint book-running managers.

BNY Mellon Capital Markets LLC, SunTrust Robinson Humphrey Inc., Regions Securities LLC, **Cabrera Capital Markets LLC**, Goldman Sachs & Co. LLC, Loop Capital Markets LLC and Morgan Stanley & Co. LLC served as co-managers.

American Water Capital is a special-purpose financing vehicle that issues debt and operates as a subsidiary of American Water Works.