



STAFF REPORT

MEETING DATE: June 11, 2024

TITLE:

Consider action to approve Resolution No. R-2024-70 of the City Council of the City of Bastrop, Texas, authorizing proceeding with issuance of certificates of obligation and further directing the publication of notice of intention to issue City of Bastrop, Texas Combination Tax and Revenue Certificates of Obligations.

AGENDA ITEM SUBMITTED BY:

Submitted by: Edi McIlwain, Chief Financial Officer

BACKGROUND/HISTORY:

During the FY2024 planning sessions and workshops, the City Manager communicated with City Council on the need to issue City of Bastrop, Texas certificates of obligation for paying all or a portion of the City's contractual obligations incurred or to be incurred for constructing, improving, designing, acquiring, including acquiring land, easements and right of way, and equipping the City's: (1) water and waste water system, and (2) payment of professional services in connection therewith including legal, engineering, architectural and fiscal fees and the costs of issuing the Certificates (collectively the "Project")

This Certificates of Obligation, are not to exceed \$38,000,000 and is for Water/Wastewater debt.

Issuance Timeline for Competitive Sale:

Tuesday, June 11, 2024*	The City Council considers a resolution directing publication of the notice of intent to issue COs.
Week of June 11, 2024	First notice of intent appears in the newspaper.
Week of June 17, 2024	Second notice of intent appears in the newspaper.
Week of June 24, 2024	SPFI makes application to Standard & Poor's in order to obtain a rating on the COs. Rating Conference Call.
Week of July 15, 2024	Rating is received and published by SPFI.
Thursday, August 1, 2024	The Preliminary Official Statement is distributed to the bidders.
Tuesday, August 6, 2024	
Tuesday, August 13, 2024*	<u>Sale.</u> The City Council adopts an Ordinance authorizing the issuance of the COs.
Wednesday, September 4, 2024	<u>Closing.</u> The Purchaser(s) of the COs deliver funds to the City.

City Charter Sec. 7.01 – Powers to Issue

In keeping with state law, the City shall have the power to borrow money on the credit of the City for any public purpose not now or hereafter prohibited by state law.

Bond Council has advised that state law supersedes the City Charter in only requiring one reading for a Bond Ordinance.

RECOMMENDATION:

Edi McIlwain, Chief Financial officer recommends approval of Resolution R-2024-70 of the City Council of the City of Bastrop, authorizing proceeding with issuance of certificates of obligation and further directing the publication of notice of intention to issue City of Bastrop, Texas Combination Tax and Revenue Certificates of Obligation.

ATTACHMENTS:

- Resolution R-2024-70