



STAFF REPORT

MEETING DATE: December 13, 2022

TITLE:

Consider action to approve Ordinance No. 2022-30 of the City Council of the City of Bastrop, Texas, authorizing the Issuance of the City of Bastrop, Texas Combination Tax and Revenue Certificates of Obligation, Series 2023; Levying an Ad Valorem Tax and Pledging Certain Surplus Revenues in Support of the Certificates; Approving an Official Statement, a Paying Agent/Registrar Agreement and Other Agreements Relating to the Sale and Issuance of the Certificates; and Ordaining Other Matters Relating to the Issuance of the Certificates; repealing all ordinances and actions in conflict herewith; and providing for an effective date.

STAFF REPRESENTATIVE:

Submitted by: Tracy Waldron, Chief Financial Officer

BACKGROUND/HISTORY:

During the FY2023 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; (2) streets including related drainage, sidewalks, traffic improvements, lighting and acquisition of land; (3) public safety improvements including acquisition of land for a future fire station, and (4) payment of professional services in connection therewith including legal, engineering, architectural and fiscal fees (collectively the "Project").

The City Council passed a resolution on October 11, 2022, authorizing and directing the City Secretary to give notice of intention to issue the Certificates. The notice was published on October 21, 2022, and October 28, 2022 in *The Bastrop Advertiser*, a newspaper of general circulation in the City and a "newspaper" as defined in Section 251.044, Government Code.

This issuance will be for \$40 million, \$13 million for General Debt Service and \$27 million for water and wastewater infrastructure projects.

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.

Issuance Timeline of Competitive Sale:

Dec. 6, 2022	The Preliminary Official Statement is distributed to the bidders
Dec. 13, 2022	The City Council adopts an ordinance authorizing the issuance of the CO's
Jan. 10, 2023	Closing of the sale

RECOMMENDATION:

Consider action to approve Ordinance 2022-30 of the City Council of the City of Bastrop, Texas, authorizing the Issuance of the City of Bastrop, Texas Combination Tax and Revenue Certificates of Obligation, Series 2023; Levying an Ad Valorem Tax and Pledging Certain Surplus Revenues in Support of the Certificates; Approving an Official Statement, a Paying Agent/Registrar Agreement and Other Agreements Relating to the Sale and Issuance of the Certificates; and Ordaining Other Matters Relating to the Issuance of the Certificates; repealing all ordinances and actions in conflict herewith; and providing for an effective date.

ATTACHMENTS:

- Ordinance 2022-30

