

AN ORDINANCE AUTHORIZING THE ISSUANCE OF THE CITY OF BAY CITY, TEXAS, TAX AND SURPLUS REVENUE CERTIFICATES OF OBLIGATION, SERIES 2024C (DWSRF); AUTHORIZING EXECUTION AND DELIVERY OF A PAYING AGENT/REGISTRAR AGREEMENT AND AN ESCROW AGREEMENT RELATING TO SUCH CERTIFICATES; PRESCRIBING THE FORM OF SAID CERTIFICATES; LEVYING A TAX AND PLEDGING SURPLUS REVENUES OF THE WATER AND SEWER SYSTEM IN PAYMENT THEREOF; AND ENACTING OTHER PROVISIONS RELATING THERETO



EXECUTIVE SUMMARY

Authorization to Issue- CO SERIES 2024C (DWSRF)

BACKGROUND: The Drinking Water State Revolving Fund, authorized by the Safe Drinking Water Act, provides low-cost financial assistance for planning, acquisition, design, and construction of water infrastructure. The City of Bay City was approved by the Texas Water Development Board (TWDB) for financial assistance to make critical improvements to the City's water systems. These improvements will address arsenic mitigation and water capacity.

The ordinance attached serves as a notice of intent to issue debt. The maximum principal amount will not exceed \$2,590,000 and has an interest rate of 0%. This bond will fund the following:

- Infrastructure improvements including the planning, acquisition, design, construction, and equipment for arsenic removal and water plant improvements, elevated storage tanks, and water mains and related infrastructure
- Professional services related to the projects listed above

RECOMMENDATION: Staff recommends City Council approve the ordinance as presented.

ATTACHMENTS: Ordinance authorizing issuance of CO