



Commission Meeting Agenda Item Memorandum

ITEM TYPE

Action Item

MEETING DATE:

April 5, 2022

PRESENTER:

Erika McComis, City Manager

ITEM DESCRIPTION:

Discuss and consider adoption of Ordinance 2022-09 authorizing the issuance of City of Breckenridge, Texas Combination Tax and Surplus Revenue Certificates of Obligation, Series 2022A, in the principal amount of \$2,935,000 and awarding the sale of such Certificates of Obligation to the Texas Water Development Board.

BACKGROUND INFORMATION:

The City has recently been awarded funding through the Texas Water Development Board Clean Water State Revolving Fund for improvements throughout the wastewater collection system and wastewater treatment plant. The City received \$1,227,420 funds eligible for principal forgiveness (grant) and an amount not to exceed \$1,020,000 funded with an interest rate of zero percent (loan). The remaining amount of \$1,915,000 is to be funded in the form of an equivalency loan at the TWDB program's regular terms.

The next step in the process to approve the issuance of the certificates of obligation. The estimated combined principal and interest required to pay the certificates to be authorized on time and in full is \$3,589,246.11. The first principal payment due will be in March of 2024 with the first interest only payment due in March of 2023.

FISCAL IMPACT:

- Not Applicable
- Proposed Expenditure:
- General Ledger Code:
- Proposed Revenue:
- Budget Amendment Required: No
- Financial Review Completed by:

LEGAL REVIEW:

Not applicable.

ATTACHMENTS:

Resolutions
CO Sale Summary

RECOMMENDED MOTION AND/OR ACTION:

Move to approve Resolution(s) as presented.