

RESOLUTION NO. 22-29

RESOLUTION AUTHORIZING DEFEASANCE AND REDEMPTION OF CERTAIN OF THE CITY'S OUTSTANDING OBLIGATIONS AND OTHER RELATED MATTERS

STATE OF TEXAS §
COUNTY OF STEPHENS §
CITY OF BRECKENRIDGE §

WHEREAS, the City of Breckenridge, Texas (the "City") has duly issued and there is now outstanding the following series of debt, secured by ad valorem taxes, revenues or a combination of such ad valorem taxes and revenues:

City of Breckenridge, Texas Combination Tax and Surplus Revenue Certificates of Obligation, Series 2012, dated December 1, 2012, currently outstanding in the aggregate principal amount of \$1,680,000 (the "2012 Certificates of Obligation");

City of Breckenridge, Texas Combination Tax and Revenue Certificate of Obligation, Series 2017B, dated December 5, 2017, currently outstanding in the aggregate principal amount of \$4,262,000 (the "2017B Certificate of Obligations"); and

City of Breckenridge, Texas Combination Tax and Revenue Certificate of Obligation, Series 2017A, dated December 5, 2017, currently outstanding in the aggregate principal amount of \$846,000 (the "2017A Certificate of Obligation" and, collectively with the 2012 Certificates of Obligation and the 2017B Certificate of Obligation, the "Callable Obligations");

WHEREAS, the City Commission (the "City Commission") of the City deems it to be in the best interest of the City to use lawfully available funds available after taxes are collected for the 2023 tax year to pay off a portion of the Callable Obligations prior to their maturity during Fiscal Year 2023, which will save the City's taxpayers by reducing the City's future principal and interest payments on such debt;

WHEREAS, to give effect to this action, the City Commission will direct staff to give effect to such redemption during Fiscal Year 2023; and

WHEREAS, it is hereby officially found and determined that the meeting at which this Resolution was considered was open to the public, and public notice of the time, place and purpose of said meeting was given, all as required by Chapter 551, Texas Government Code.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF BRECKENRIDGE, TEXAS:

Section 1. The City hereby calls for redemption a portion of the Callable Obligations, on any date during Fiscal Year 2023 selected by the City's Finance Director or City Manager (each

an “Authorized Official”), in the aggregate principal amount of \$1,469,000, to be applied to the following:

2012 Certificates of Obligation

<u>Original Maturity Date</u>	<u>Principal Amount Outstanding</u>	<u>Principal Amount Being Redeemed</u>
March 15, 2034	\$ 60,000	\$ 60,000
March 15, 2035	60,000	60,000
March 15, 2036	60,000	60,000
March 15, 2037	65,000	65,000
March 15, 2038	65,000	65,000
March 15, 2039	65,000	65,000
March 15, 2040	65,000	65,000
March 15, 2041	70,000	70,000
March 15, 2042	70,000	70,000
March 15, 2043	70,000	70,000
March 15, 2044	75,000	75,000
	<u>\$725,000</u>	<u>\$725,000</u>

2017B Certificate of Obligation

<u>Original Maturity Date</u>	<u>Principal Amount Outstanding</u>	<u>Principal Amount Being Redeemed</u>
March 15, 2054	\$162,000	\$162,000
March 15, 2055	166,000	166,000
March 15, 2056	171,000	171,000
March 15, 2057	176,000	176,000
	<u>\$675,000</u>	<u>\$675,000</u>

2017A Certificate of Obligation

<u>Original Maturity Date</u>	<u>Principal Amount Outstanding</u>	<u>Principal Amount Being Redeemed</u>
March 15, 2056	\$34,000	\$34,000
March 15, 2057	35,000	35,000
	<u>\$69,000</u>	<u>\$69,000</u>

Section 2. The appropriate notices of redemption and defeasance, if any, for the Callable Obligations are hereby directed to be given as specified by the respective orders authorizing the issuance of each series of the Callable Obligations and appropriate arrangements shall be made as specified by such orders and in accordance with State law so that the Callable Obligations may be redeemed on their redemption date; provided that such redemption must occur prior to the end of the City’s 2023 Fiscal Year. The Callable Obligations shall be presented for redemption at the paying agent/registrar therefore, and shall not bear interest after the date fixed for redemption. Each Authorized Official, the City’s Financial Advisor, the City’s Bond Counsel and/or the paying agent for each series of the Callable Obligations are hereby authorized

to take all actions necessary to call for the redemption and defeasance of such obligations that may be necessary to give effect to the actions authorized by this Resolution.

Section 3. Each Authorized Official is hereby authorized to transfer lawfully available City funds as necessary to defease and redeem the Callable Obligations.

Section 4. If any provision of this Resolution or the application thereof to any circumstance shall be held to be invalid, the remainder of this Resolution and the application thereof to other circumstances shall nevertheless be valid, and this governing body hereby declares that this Resolution would have been enacted without such invalid provision.

Section 5. This Resolution shall be effective immediately upon adoption.

PASSED AND APPROVED BY THE CITY COMMISSION OF THE CITY OF BRECKENRIDGE, TEXAS, this 6th day of September, 2022.

Bob Sims, Mayor

ATTEST:

Jessica Sutter, City Secretary

[CITY SEAL]