



BRECKENRIDGE CITY COMMISSION AGENDA SUMMARY FORM

Subject: Discussion and consider adoption of an ordinance authorizing the issuance and sale of City of Breckenridge, Texas, Combination Tax and Revenue Certificates of Obligation, Series 2023; levying an annual ad valorem tax and providing for the security for and payment of said Certificates of Obligation; providing an effective date; and enacting other provisions relating to the subject

Department: Administration

Staff Contact: Cynthia Northrop

Title: City Manager

BACKGROUND INFORMATION:

City Commissioner's began preparing for this issuance during the FY 2022-2023 Budget process; determining to move current debt related to the Water/Wastewater Fund and free up capacity on the General Fund to support additional debt for needed capital improvement projects, most notably streets but also including park improvements and facilities for Public Works. The chart below shows an estimated breakdown of expenditures by project. Final breakdown will be dependent upon associated bond costs (i.e., Hilltop Financial Advisors, Bond Counsel and Underwriting) and actual pricing of the PW Facility and Parks projects.

The publication and posting of the Notice of Intention to issue Certificates of Obligation in June of 2023 at an amount not to exceed \$9.1 million was the first step. After receiving the Certified Values from the Stephen's County Appraisal District of \$283,363,231 at the end of July 2023 and our financial advisors analyzing the current market conditions the recommended amount to issue is \$ 8,641,000 million and will be funded from the I&S rate of \$3.94%.

See attached Ordinance authorizing the issuance and sale of City of Breckenridge, Texas Combination Tax and Revenue Certificates of Obligation.

FINANCIAL IMPACT:

STAFF RECOMMENDATION:

Staff recommends approval of the Ordinance authorizing the issuance and sale of City of Breckenridge, Texas, Combination Tax and Revenue Certificates of Obligation, Series 2023.

