4A Debt Parameters Resolution

PRESENTED TO THE 4A CORPORATION ON AUGUST 17, 2026

Debt Parameters Summary

- The total principal amount of Sales Tax Revenue Bonds shall not surpass $6,760,000;
- The true interest cost on the debt shall not exceed 6.5% for the Sales Tax Revenue Bonds;
- The refunding of the Refunded Obligations must produce a net present value debt service savings of at least 0.5%;
- The debt's final maturity date shall be no later than September 1, 2046; and
- This delegation will expire if the Pricing Officer does not exercise it within one year from the date of adoption.

- The proposed amounts for debt issuance will be rounded to the nearest $5,000

BOND ISSUANCE SUMMARY

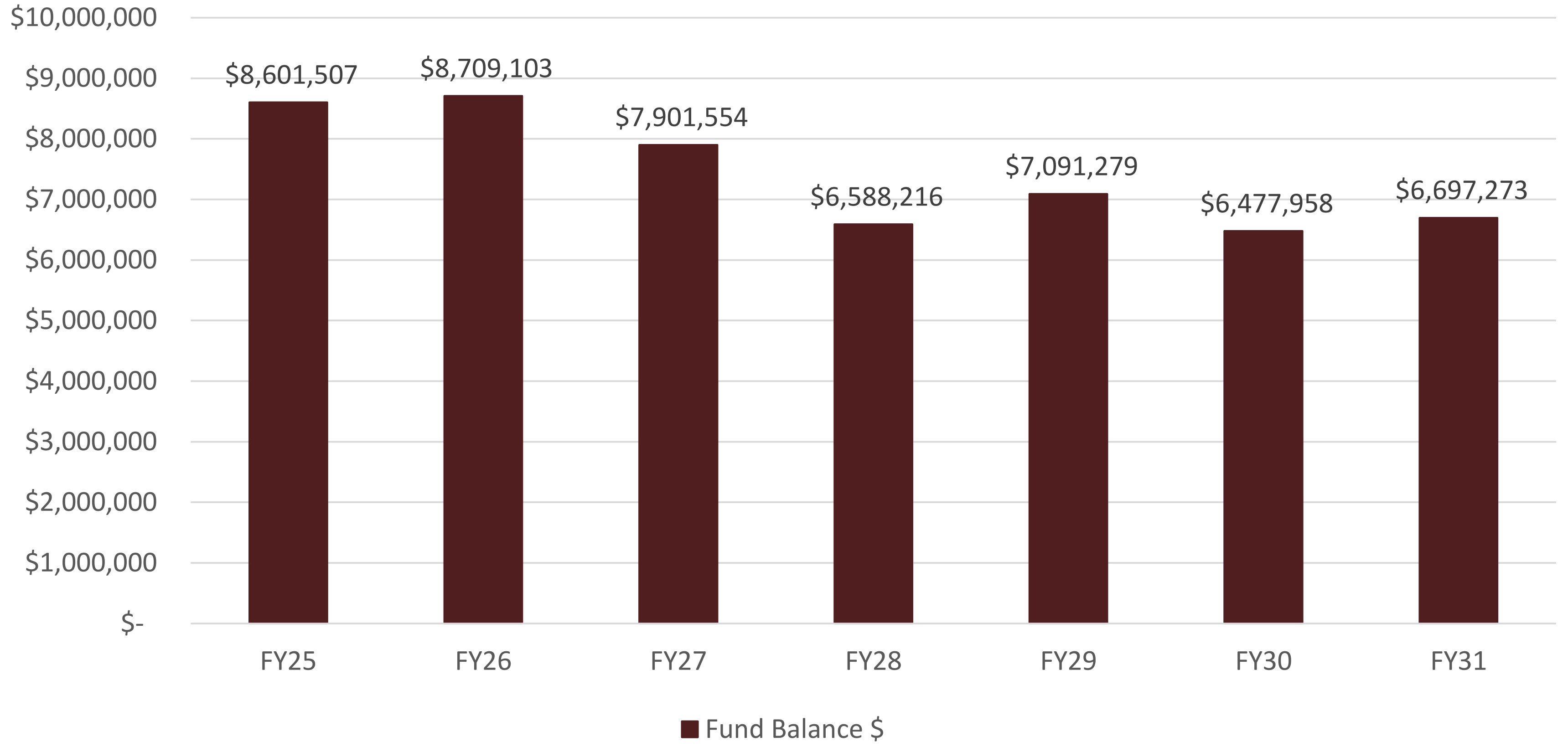
	2026	2027	2028	2029	2030	2031	2032	Total
General Government Bonds	**$ 22,287,307**	**$ 40,460,841**	**$ 8,841,901**	**$ 7,883,497**	**$ 14,443,000**	**$ 1,000,000**	**$ -**	**$ 94,916,546**
GO Bond	$ 17,210,778	$ 21,969,607	$ 4,439,901	$ 1,130,015	$ 13,443,000	$ -		$ 58,193,301
CO Bond	$ 5,076,529	$ 18,491,234	$ 4,402,000	$ 6,753,482	$ 1,000,000	$ 1,000,000		$ 36,723,245
Capital Equipment (Included in CO #)								
20-year	$ 800,000							
12-year	$ 325,000			$ 3,155,529				
5-year	$ 1,326,000		$ 2,652,000					
Water and Sewer Rate CO Bonds * Bond issuance 1 year after CIP appropriation	**$ 23,333,837**	**$ 37,896,042**	**$ 41,587,081**	**$ 13,785,862**	**$ 13,142,671**	**$ 5,000,000**	**$ 5,000,000**	**$ 139,745,493**
Water Bond *(CO Bond)* *	$ 22,153,267	$ 7,166,436	$ 23,051,985	$ 6,005,304	$ 7,832,671	$ 2,000,000	$ 2,000,000	$ 70,209,663
Sewer Bond *(CO Bond)* *	$ 1,180,570	$ 30,729,606	$ 18,535,096	$ 7,780,558	$ 5,310,000	$ 3,000,000	$ 3,000,000	$ 69,535,830
Special Revenue CO Bonds	**$ 12,016,895**	**$ 3,389,412**	**$ 10,388,794**	**$ 16,870,440**	**$ 180,556**	**$ -**	**$ -**	**$ 42,846,097**
4A Bond *(CO Bond)*	$ 5,000,000	$ -	$ 9,000,000	$ 15,000,000	$ -	$ -		$ 29,000,000
4A Bond *(Revenue Bond)*	$ 6,026,519							$ 6,026,519
4B Bond *(CO Bond)*	$ 990,376	$ 3,389,412	$ 1,388,794	$ 1,870,440	$ 180,556	$ -		$ 7,819,578
TIF 2 *(CO Bond)*	$ -	$ -	$ -	$ -	$ -	$ -		$ -
TOTAL	**$ 57,638,039**	**$ 81,746,295**	**$ 60,817,776**	**$ 38,539,799**	**$ 27,766,227**	**$ 6,000,000**	**$ 5,000,000**	**$ 277,508,136**

	2026	2027	2028	2029	2030	2031	2032	Total
GO Bond Total	$ 17,210,778	$ 21,969,607	$ 4,439,901	$ 1,130,015	$ 13,443,000	$ -	$ -	$ 58,193,301
CO Bond Total	$ 34,400,742	$ 59,776,688	$ 56,377,875	$ 37,409,784	$ 14,323,227	$ 6,000,000	$ 5,000,000	$ 213,288,316
Revenue Bond Total	$ 6,026,519							$ 6,026,519

4A CIP FY26

Project #	4A Projects Name	FY 2026
PK2311	West Side Infrastructure - Burleson Legacy Park	$5,000,000
DV2601	Land Bank at HCP and I35W	$6,026,519
	4A CO Bond Total	**$5,000,000**
	4A Revenue Bond Total	**$6,026,519**

4A Corporation Fund



Legal Authority in Texas Regarding a Parameters Resolution

- Chapters 1371 and 1207, Texas Government Code
- Applies to new money and refunding bonds, respectively
- Allows delegation of final bond terms for up to 1 year after the ordinance is adopted

Why Use a Parameters Resolution?

- **Market Responsiveness:** Time the sale to secure favorable rates
- **Efficiency:** Avoid repeated council meetings
- **Control:** The Governing body still sets firm boundaries
- **Delegated Expertise:** Utilizes staff and advisors to manage complex transactions

Example Scenario

- Council passes a parameters resolution:
  - Up to $10 million in bonds
  - Not to exceed 5% interest
  - Term not to exceed 20 years
  - The sale must occur within 180 days
- City Manager authorized to finalize sale within those parameters

Summary Parameters Resolution

- Parameters resolution provide flexibility without sacrificing oversight
- Useful for both refunding and new money issuances
- Empower cities to act strategically in a dynamic bond market

Specific Parameters for Revenue Bonds

- The total principal amount of Sales Tax Revenue Bonds shall not surpass $6,760,000;
- The true interest cost on the debt shall not exceed 6.5% for the Sales Tax Revenue Bonds;
- The refunding of the Refunded Obligations must produce a net present value debt service savings of at least 0.5%;
- The debt's final maturity date shall be no later than September 1, 2046; and
- This delegation will expire if the Pricing Officer does not exercise it within ninety (90) days from the date of adoption.

Debt Issuance Calendar

Complete By	Day	Event
10-Jun-26	Wednesday	HilltopSecurities requests information for preparation of the Official Statement
15-Jun-26	**Monday**	**Council meeting to approve Resolution directing staff to proceed with bond issuance process & approve publication of Notice of Intent for CO's**
17-Jun-26	Wednesday	HilltopSecurities receives requested information. HilltopSecurities begins preparation of the Official Statement
18-Jun-26	**Thursday**	**1st Notice of Intent published for CO's**
24-Jun-26	Wednesday	1st Draft Official Statement distributed to the City and Bond Counsel
25-Jun-26	**Thursday**	**2nd Notice of Intent published for CO's**
1-Jul-26	Wednesday	HilltopSecurities receives comments on 1st Draft of Official Statement
8-Jul-26	Wednesday	2nd Draft Official Statement distributed to the City and Bond Counsel

Debt Issuance Calendar Continued

Complete By	Day	Event
15-Jul-26	Wednesday	HilltopSecurities receives comments on 2nd Draft of Official Statement
20-Jul-26	Monday	Distribute POS to Rating Agencies
Week of July 27th -31st.		Rating Calls
17-Aug-26	Monday	Receive Ratings
17-Aug-26	**Monday**	**City Council passes Parameters Ordinance authorizing issuance of the Bonds and Certificates**
19-Aug-26	Wednesday	Electronically Post Official Statement to Potential Purchasers
26-Aug-26	Wednesday	Potential pricing date
24-Sep-26	Thursday	Bond and Certificate Closing and Delivery of Funds to the City

Options

- Approve or Deny 4A Corporation Revenue Bonds Resolution
- Staff recommends approval of the Resolution

QUESTIONS/COMMENTS