
City Council Regular Meeting

DEPARTMENT: Finance

FROM: Harlan Jefferson, Deputy City Manager

MEETING: August 4, 2025

SUBJECT:

Consider and approve an ordinance authorizing the issuance of City of Burleson, Texas, Combination Tax and Limited Surplus Revenue Certificates of Obligation, Series 2025; establishing procedures and delegating authority for the sale and delivery of the Certificates; providing an effective date; and enacting other provisions relating to the subject.(First and Final Reading) *(Staff Contact: Harlan Jefferson, Deputy City Manager)*

SUMMARY:

As part of the FY 2024-2025 Capital Improvement Program (CIP), projects approved by the City Council during the budget process and presented in reimbursement resolutions also approved by the City Council on November 18, 2024, are being proposed by staff for the issuance of Certificates of Obligation (COs). We have identified capital projects in the amount of \$45,255,358 to be included in the proposed FY 2025 Certificates of Obligation sale. The debt issuance by each Fund is as follows:

- \$ 21,516,341 General Government (General Fund)
- \$ 9,927,930 Water and Sewer (Self-Supported)
- \$ 5,401,277 4A Economic Development Corporation (Self-Supported)
- \$ 7,903,232 4B Community Service Corporation (Self-Supported)
- \$ 506,578 TIF #2 (Self-Supported)
- \$ 45,255,358 Total

The proposed amounts for debt issuance will be rounded to the nearest \$5,000. In addition, we are requesting authorization to issue certificates in an amount not to exceed \$45,260,000, in case market conditions change at the time of the sale of the Certificates of Obligation, to cover debt issuance costs.

We began the bond issuance and notification process when the City Council approved a resolution of the Notice of Intent to issue Certificates of Obligation on June 16, 2025. The City Council also directed staff to bring forward a parameters ordinance for consideration this year due to uncertainty in the marketplace. The parameters under which the certificates can be sold are as follows:

- The aggregate principal amount of the Certificates shall not exceed \$45,260,000;
- The true interest cost of the Certificates shall not exceed 5%;
- The final maturity of the Certificates shall not be later than March 1, 2045; and
- The delegation made hereby shall expire if not exercised by the Pricing Officer within ninety (90) days from the date of adoption hereof.

RECOMMENDATION:

Move approval of the ordinance authorizing the issuance of City of Burleson, Texas, Combination Tax and Limited Surplus Revenue Certificates of Obligation, Series 2025; establishing procedures and delegating authority for the sale and delivery of the Certificates; providing an effective date; and enacting other provisions relating to the subject.

PRIOR ACTION/INPUT (Council, Boards, Citizens):

On September 9, 2024, the Council approved the final reading of the City's FY 2024-2025 annual budget with the five-year capital improvement plan.

On November 18, 2024, the Council approved an updated capital improvement plan.

On November 18, 2024, the Council approved a resolution declaring its intention to reimburse an amount not to exceed \$86,430,000 for an array of public works, public safety, parks and recreation, and water and wastewater projects.

On May 27th, 2025, the Council reviewed an updated capital improvement plan.

On June 16, 2025, the City Council approved a notice of intent resolution to issue combination tax and revenue certificates of obligation.

REFERENCE:

N/A

FISCAL IMPACT:

N/A

STAFF CONTACT:

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