



Notice of Intent to Issue Certificates of Obligation

Present to City Council on June 15, 2026

Notice of Intent Summary

- Notice to issue Certificates of Obligation not to exceed \$34,400,742
 - \$ 5,076,529 General Government COs
 - \$ 23,333,837 Water and Sewer COs
 - \$ 5,000,000 4A Economic Development Corporation COs
 - \$ 990,376 4B Community Service Corporation COs
 - \$ 0 TIF #2 COs
- On August 17, 2026, staff will present a parameters ordinance authorizing the issuance of the Certificates.
- Staff will present an ordinance authorizing the issuance of General Obligation Bonds for \$17,210,778 and \$6,026,519 for 4A Economic Development Corporation Rev Bonds.
- The General Obligation Bond program was approved by voters on May 7, 2022.
- Additionally, staff plans to issue debt to refund the 2012 W&S Series as discussed and endorsed by the Finance Committee on May 27, 2026.
- The proposed amounts for debt issuance will be rounded to the nearest \$5,000.

NOTE: City assumes it will issue reimbursement resolution in year 1 of CIP, issue debt in year 2, and begin payments in year 3

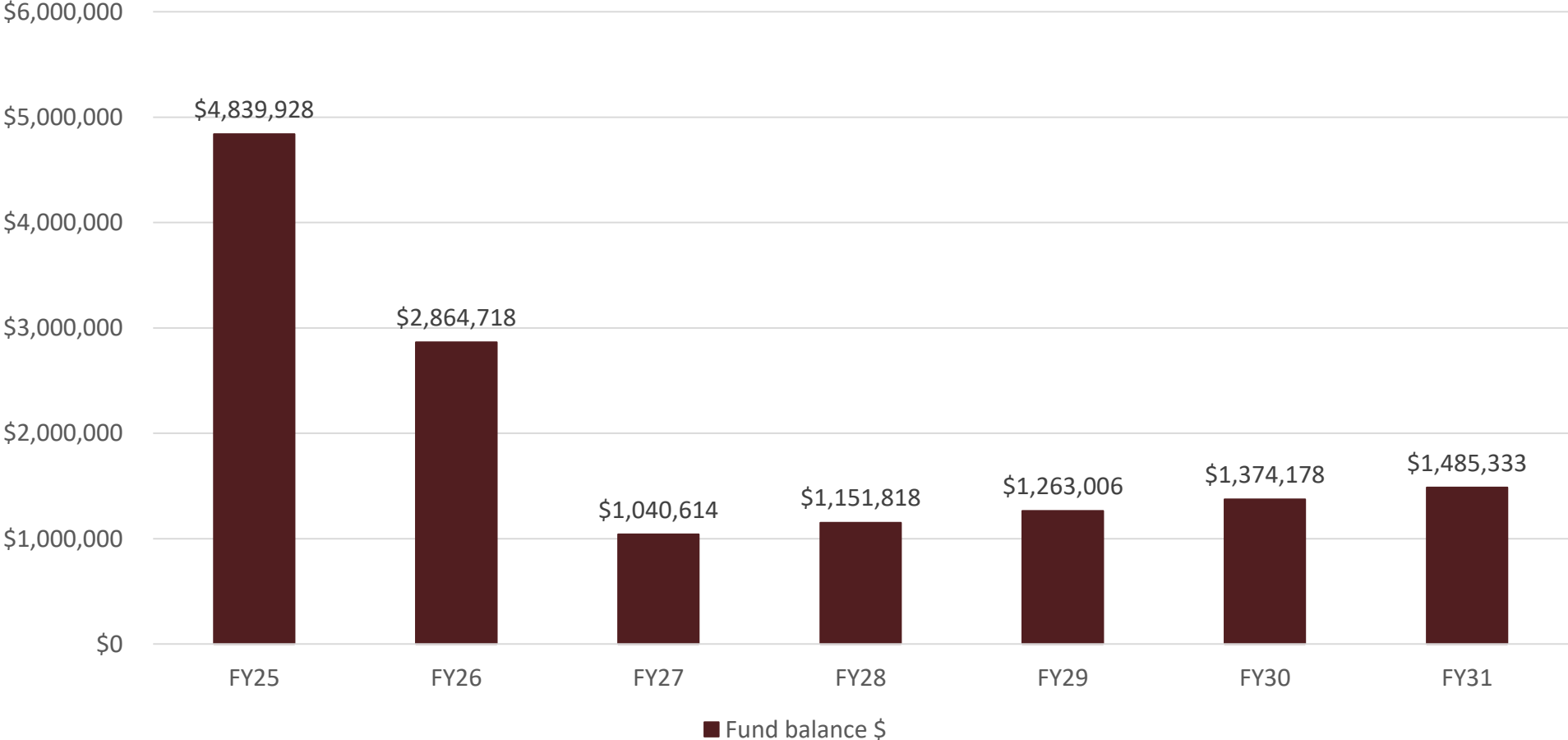
BOND ISSUANCE SUMMARY

	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
<i>Capital Equipment (Included in CO #)</i>								
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	\$ 23,333,837	\$ 37,896,042	\$ 41,587,081	\$ 13,785,862	\$ 13,142,671	\$ 5,000,000	\$ 5,000,000	\$ 139,745,493
<small>* Bond issuance 1 year after CIP appropriation</small>								
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

General Government CIP FY26

			FY 2026
Project #	Project Name		
GO BOND PROJECT	ST2_50	Neighborhood Street Rebuilds	\$750,000
	FA2301	Police Expansion	\$15,955,907
	ST2503	Elk, Hillside, & FM731- Ped. & Int. Improvements - Phase 1	\$15,275
	ST2704	Elk, Hillside, & FM731- Ped. & Int. Improvements - Phase 2	\$189,596
	ST2601	FM 1902 and CR 910 Pedestrian Mobility	\$300,000
	ST2306	Hulen Widening (SH174 to Candler) (Design 4 Lanes; Build 2 Lanes) *	\$4,446,009
	FA2301	Police Expansion *	\$1,116,274
	ST2309	Village Creek Parkway Expansion (Tarrant Co. Bond 50% Match) *	\$3,289,059
	ST2603	Wicker Hill and Greenridge Reconstruction	\$1,200,000
	ST2651	CR 914 Reconstruction from CR 914A to CR1021	\$1,000,000
	ST2604	Hulen St. & BNSF RR Grade Separation *	\$5,140,000
	FA2601	City Hall EV Charger *	\$332,476
	CE2601	Two New Ambulances	\$1,326,000
	CE2602	One Replacement Street Sweeper	\$325,000
	CE2603	CAD Replacement Consoles	\$800,000
		GO Bond Total	\$17,210,778
		CO Bond Total	\$5,076,529
		Cash/Other Total (*)	\$13,898,289

General Debt Service Fund



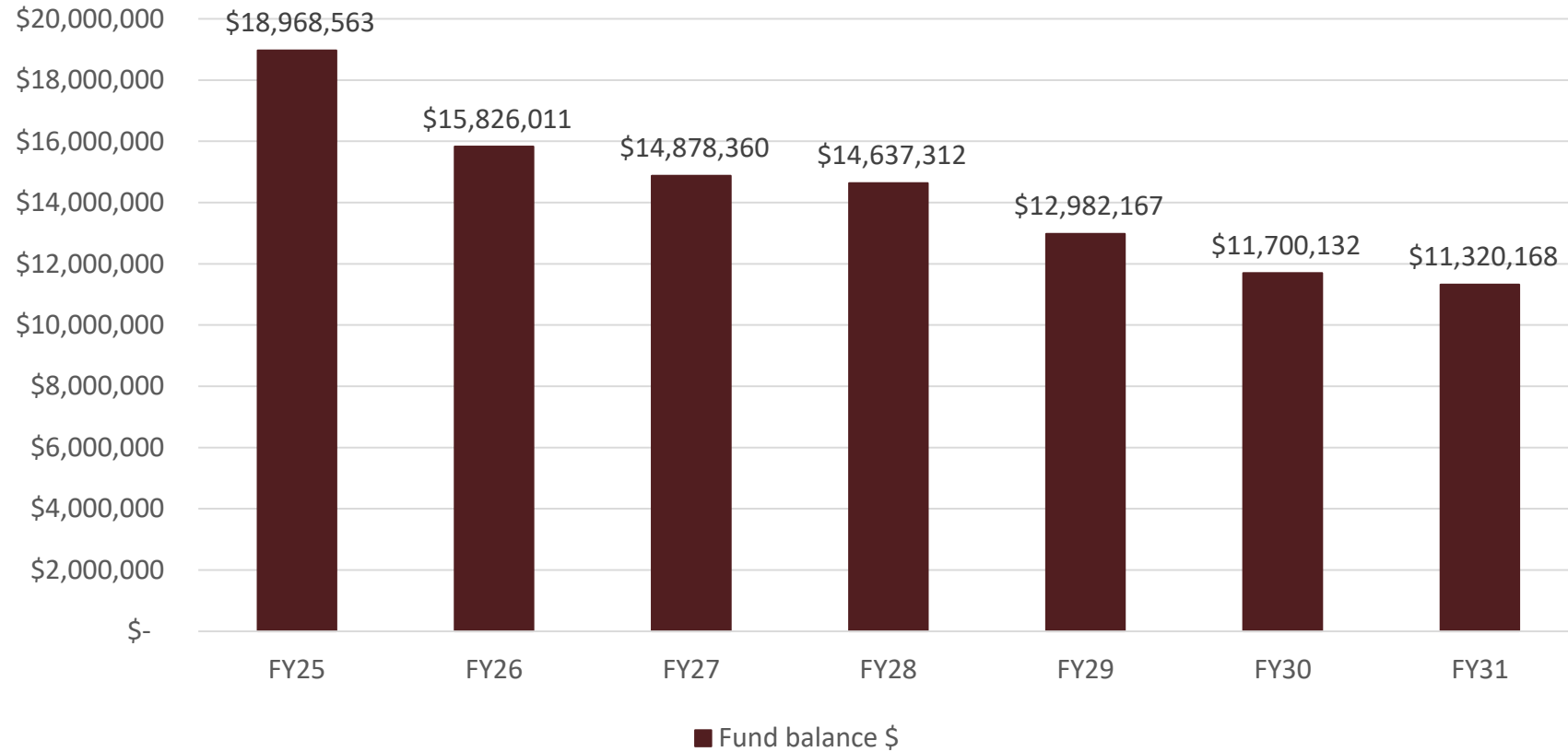
Water and Sewer CIP FY25

Project #	Water Projects Name	FY 2025
WA2301	Industrial Blvd Pump Station Expansion & Alsbury Pump Station Decommission	\$15,913,678
WA2302	12" Willow Creek Waterline Looping	\$837,619
WA2403	8" Village Creek and 8" CR 715 Water Line Looping	\$1,177,838
ST2306*	16" Hulen Street Waterline	\$464,889
WA2503	12" Waterline Loop for Mountain Valley	\$410,248
WA2306	Offsite Water Supply from Fort Worth	\$2,193,995
WA26__	PLC Upgrade Project	\$1,155,000
	Water Bond Total	\$22,153,267

Project #	Sewer Projects Name	FY 2025
WW2301	Trunk Relief Line (Town Creek Basin Parallel Buildout Interceptors)	\$344,794
WW2601	12" Wastewater line Replacement in Village Creek Basin (Golf Course)	\$317,776
	Sewer Vacuum Truck	\$518,000
	Sewer Bond Total	\$1,180,570

	Water & Sewer Bond Total	\$23,333,837
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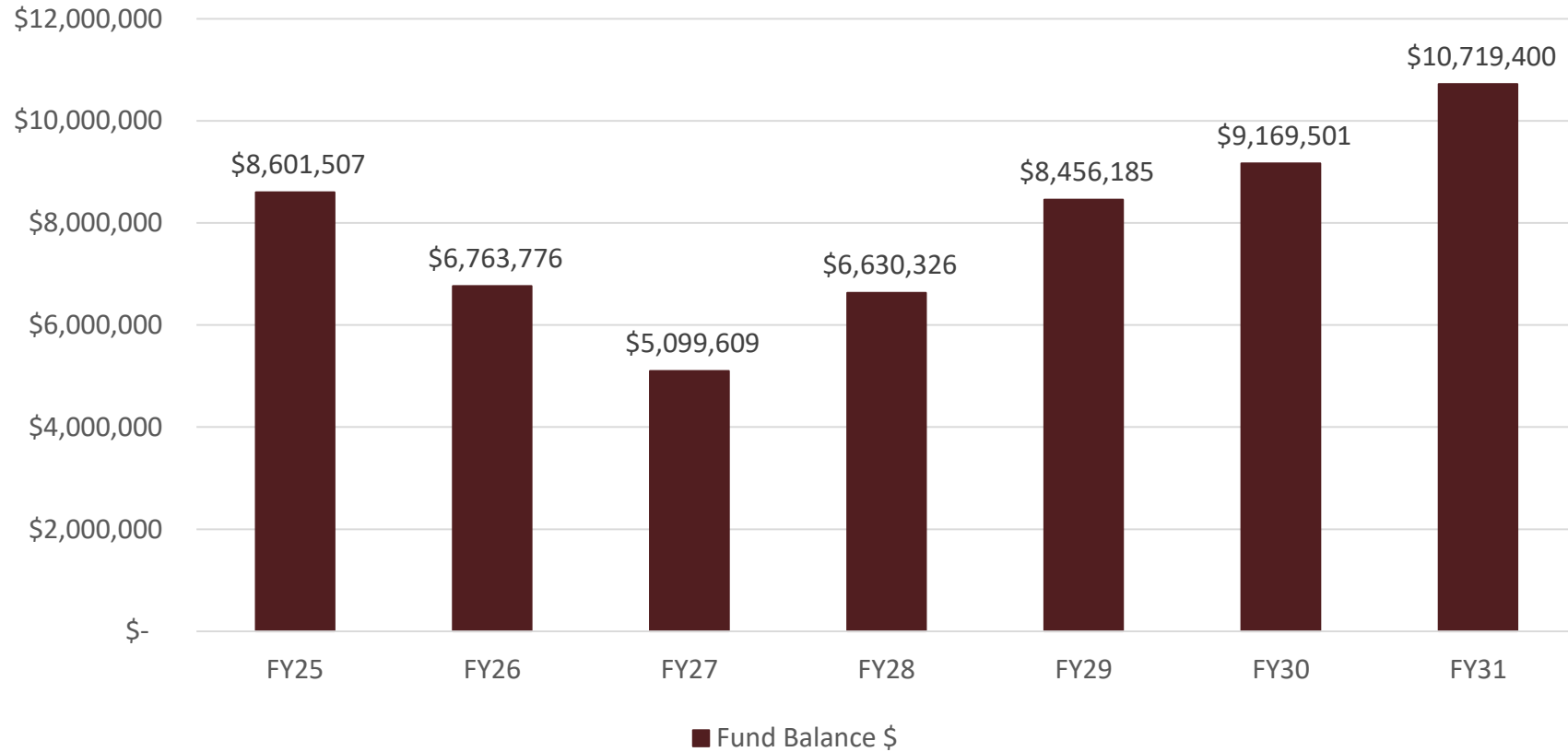
Water and Wastewater Fund



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

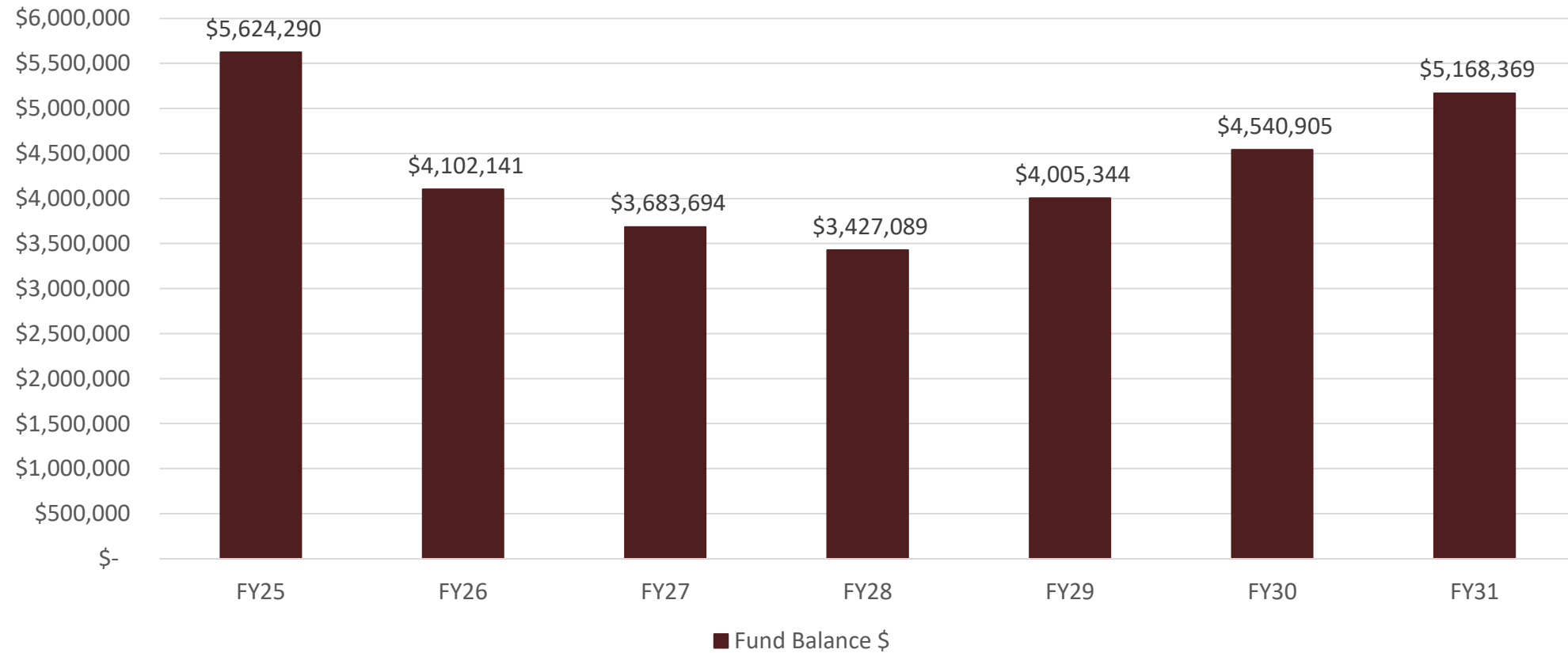
4A Corporation Fund



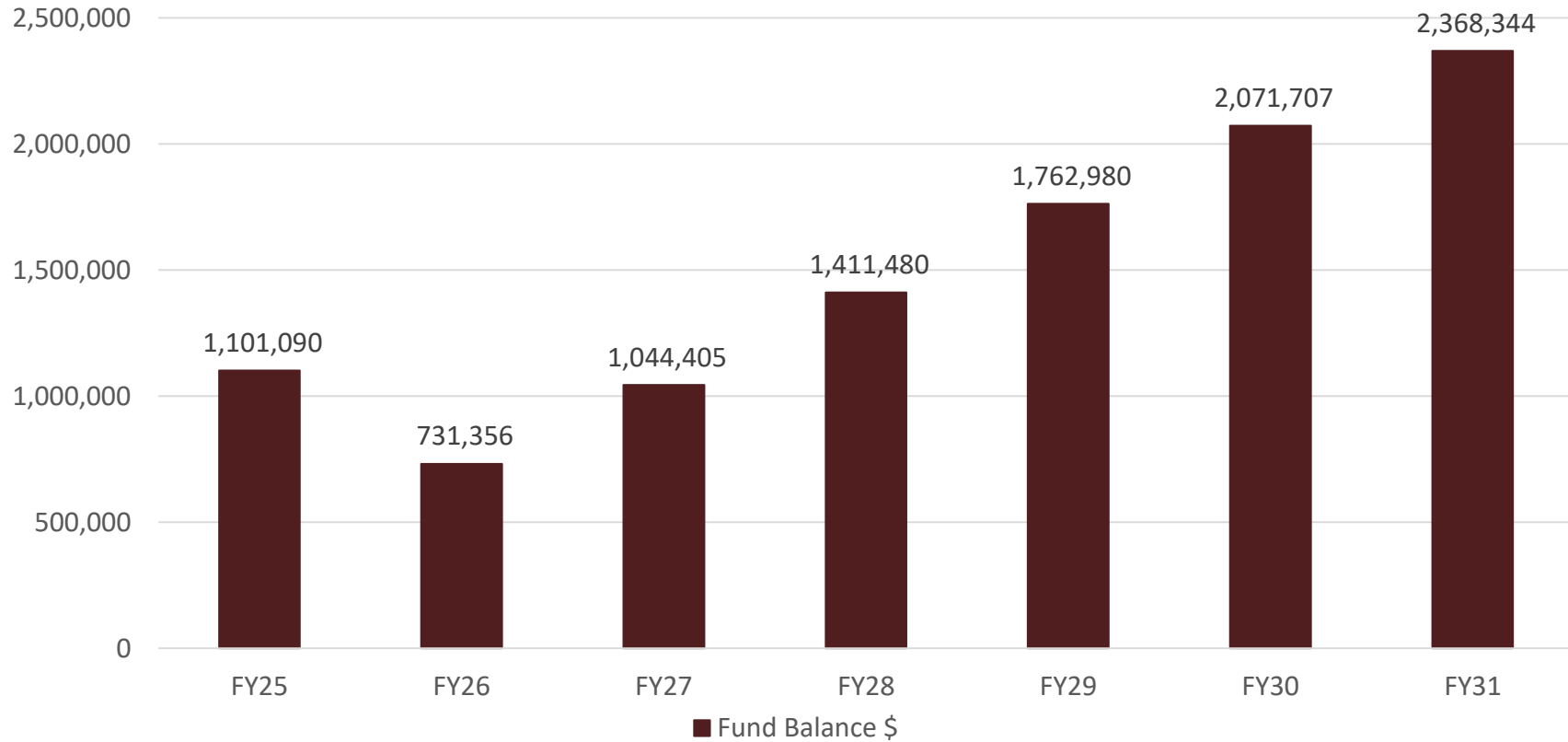
4B CIP FY26

Project #	4B Projects Name	FY 2026
PK2601	Warren Park-Study	\$75,075
PK2502	Green Ribbon Phase 1 *	\$400,000
PC2601	Green Ribbon Phase 2	\$120,750
PK2602	Russell Farm - Master Plan	\$32,051
PC2605	Hidden Creek Softball Fields Demo	\$500,000
PC2651	Golf	\$262,500
	4B CO Bond Total	\$990,376
	Cash/Other Total (*)	\$400,000

4B Corporation Fund



TIF2 Fund



Refunding Opportunities

- Debt refunding allows the City to refinance existing debt obligations, typically when market interest rates decline or when restructuring debt service payments may better align with the City's long-term financial objectives.
- By pursuing refunding opportunities, the city may reduce total interest costs, generate budgetary savings, improve cash flow flexibility, or mitigate future financial risk.
- Regular monitoring of refunding potential also demonstrates sound fiscal stewardship and prudent financial management to taxpayers, credit rating agencies, investors, and other stakeholders.
- While not every refunding opportunity will result in sufficient savings to justify issuance costs, maintaining an ongoing review process will help position the City of Burleson to respond strategically to favorable market conditions and optimize its overall debt portfolio.

Refunding Recommendation

On November 13, 2025, S&P Global Ratings revised its outlook for Burleson's outstanding utility revenue bonds to negative from stable. While they affirmed the 'AA-' rating at that time, the shift to a negative outlook serves as a formal notice that there is a "one-in-three chance" of a downgrade over the next two years.

Refunding Recommendation

- The city no longer issues revenue bonds and the age of the existing utility revenue debt is approximately 14 years old.
- The city issues COs for water/sewer bonds and pays the debt through the revenue from the utility fund.

Refunding Recommendation - Series 2012 W&S

- The City recommends to transition a portion of our outstanding utility revenue debt into General Obligation Refunding Bonds. This shift is a proactive measure designed to address the recent negative outlook from S&P Global Ratings by leveraging the City's stronger 'AA' General Obligation credit rating.
- It will strengthen our debt service coverage ratios and directly mitigates the risk of a rating downgrade.

Legal Authority in Texas Regarding a Parameters Ordinance

- . Texas Government Code Section 1207.007
- . Applies to both new money and refunding bonds
- . Allows delegation of final bond terms for up to 1 year after the ordinance is adopted

Why Use a Parameters Ordinance?

- **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 ordinance:
 - 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 Ordinances

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

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 Notice of Intent Resolution
- Staff recommends approval of Resolution

QUESTIONS/COMMENTS