



4A Debt Parameters Resolution

PRESENTED TO THE CITY COUNCIL 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

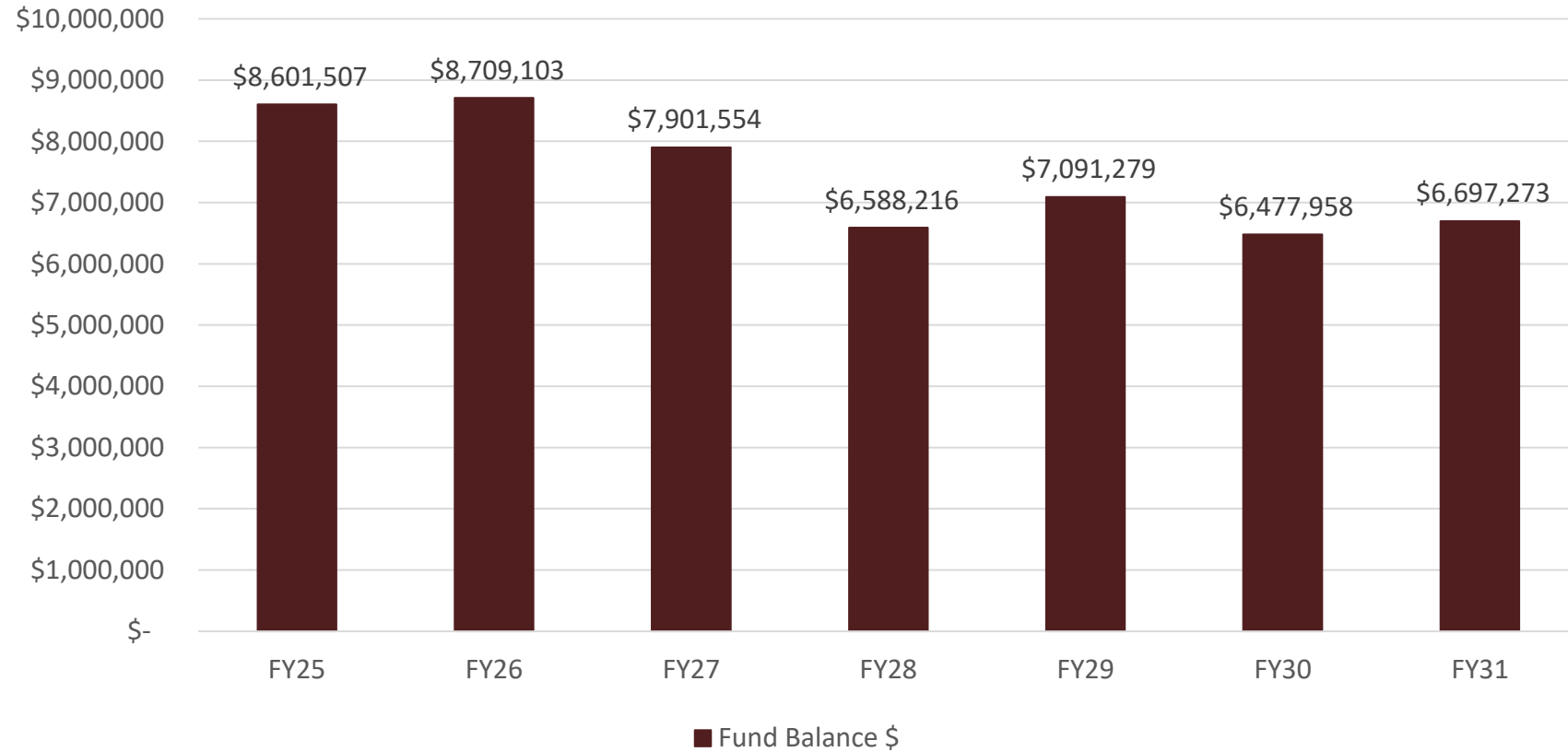
BOND ISSUANCE SUMMARY

	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
<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
* Bond issuance 1 year after CIP appropriation								
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