



Item Brief

Meeting Date

February 25, 2025

Agenda Item

Consideration and action with respect to Resolution No. R2025-12: D. Vaughn

RESOLUTION APPROVING THE RESOLUTION AUTHORIZING REDEMPTION OF CERTAIN OF THE BURNET ECONOMIC DEVELOPMENT CORPORATION'S OUTSTANDING BONDS AND OTHER RELATED MATTERS

Information

The Burnet Economic Development Corporation (BEDC) currently has outstanding Sales Tax Revenue Bonds, Taxable Series 2018, totaling \$1,385,000. The BEDC Board has adopted a Defeasance Resolution authorizing the early redemption of these bonds to eliminate future principal and interest obligations, thereby saving taxpayer funds.

As required by Chapters 501, 502, and 505 of the Texas Local Government Code, the Burnet City Council must approve BEDC's Defeasance Resolution to authorize the redemption.

The attached Resolution formally approves the Defeasance Resolution adopted by the BEDC Board and affirms that the BEDC's expenditure of funds for the bond redemption is authorized and appropriate.

Fiscal Impact

This defeasance eliminates future interest payments on the \$1,385,000 bond obligation, resulting in cost savings for taxpayers with no new debt or financial burden being placed on the City.

Recommendation

Staff recommends approval of Resolution No. R2025-12 as presented.