



Item Brief

Meeting Date

February 25, 2025

Agenda Item

Consideration and action with respect to Resolution No. BEDC R2025-02: D. Vaughn

RESOLUTION AUTHORIZING REDEMPTION OF CERTAIN OF THE 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 ("Callable Obligations"), totaling \$1,385,000. These bonds are eligible for early redemption, and the Corporation has sufficient funds available to pay off the obligations before their maturity.

Redeeming these bonds early will provide significant cost savings by eliminating future interest payments, ultimately benefiting taxpayers and improving the Corporation's financial position.

The attached Resolution authorizes the BEDC to formally call for the early redemption of the \$1,385,000 in outstanding bonds and authorizes City Staff, Financial Advisor, Bond Counsel, and Paying Agent to take all necessary actions to execute the redemption, including finalizing and issuing required notices.

Fiscal Impact

By paying off the bonds early, BEDC will reduce its long-term debt burden, eliminating future principal and interest payments on these obligations. The redemption will be executed using existing, lawfully available funds, requiring no new financial commitments.

Recommendation

Staff recommends the approval of Resolution No. BEDC R2025-02 as presented.