STAFF REPORT

City of Dripping Springs

PO Box 384

511 Mercer Street

Dripping Springs, TX 78620

Submitted By: Laura Mueller, City Attorney

Council Meeting Date: October 7, 2025

Agenda Item Wording: **Approval of a Resolution of the City of Dripping Springs Consenting to the Issuance of Bonds by Headwaters Municipal Utility District of Hays County for Series 2025A.** *Applicant: Matt Matthews*

Agenda Item Requestor: Matt Matthews

Summary/Background: This resolution is to approve an additional three million in Road Bonds. This is part of the amount authorized by the registered voters in 2015. The bonds are solely the obligation of the Headwaters Municipal Utility District. The costs to be paid by the bonds are listed in the attached Summary of Costs.

The District has previously issued its $3,000,000 Unlimited Tax Road Bonds, Series 2017 (the “Series 2017 Bonds”), its $2,685,000 Unlimited Tax Road Bonds, Series 2018 (the “Series 2018 Bonds”), its $4,500,000 Unlimited Tax Road Bonds, Series 2020 (the “Series 2020 Bonds”), its $3,740,000 Unlimited Tax Road Bonds, Series 2020A (the “Series 2020A Bonds”), its $5,805,000 Unlimited Tax Road Bonds, Series 2021 (the “Series 2021 Bonds”) and its $13,900,000 Unlimited Tax Road Bonds, Series 2024 (the “Series 2024 Bonds”) based on the election held on November 3, 2015. The 2024 tax rate remains the same at $0.90. The 2024 certified is $547,813,196 and the debt to AV ratio is 16.15%. After this issue, the debt outstanding will be $88,490,000.

The 2025 tax rate will remain at $.90 is the total district tax rate for maintenance and debt. The 2025 certified is $626,009,880 and the debt to AV ratio is 15.52% direct debt and 22.52% including all the overlapping debt.

Commission Recommendations: N/A

Recommended Council Actions:	Approval
Attachments:	Resolution; Summary of Costs

Next Steps/Schedule: