



## FINANCE

**To: Mayor and Town Council**

**From: Chris Landrum, Finance Director**

**Through: Mario Canizares, Town Manager  
Bob Scott, Deputy Town Manager**

**Re: Parameters Ordinance – Revenue Bonds, Series 2025**

**Town Council Meeting – June 10, 2025**

### **Strategic Visioning Priority: 1. Acceleration of Infrastructure**

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#### **Agenda Item:**

Consider all matters incident and related to the issuance and sale of "Town of Prosper, Texas, Waterworks and Sewer System Revenue Bonds, Series 2025", including the adoption of an ordinance authorizing the issuance of such bonds and establishing procedures and delegating authority for the sale and delivery of such bonds. (CL)

#### **Description of Agenda Item:**

The attached ordinance establishes the parameters for issuance of waterworks and sewer system revenue bonds to fund the Doe Branch expansion and parallel interceptor (wastewater projects), as well as the parks and public works service center (water project).

Wastewater: \$31,250,000

Water: \$2,646,633

The ordinance would allow for delegation to the Town Manager that meets the following conditions:

- for an amount not to exceed \$34,850,000;
- with a final maturity of August 15, 2045;
- a true interest cost of 5.00% or less

Approval of this ordinance has the following advantages to obtain the lowest interest rate for the Town's Bond sale:

- Flexibility to sell on a day based on the best market conditions instead of only a Town Council Tuesday
- Allows for immediate award to the lowest bidder

**Budget Impact:**

The debt service payments for the Bonds will be funded from surplus revenue from the water and sewer fund.

**Legal Obligations and Review:**

Terrence Welch of Brown & Hofmeister, L.L.P. and Chris Settle of McCall, Parkhurst and Horton, the Town's bond counsel, have reviewed the ordinance as to form and legality.

**Attached Documents:**

1. Ordinance
2. Timeline (Exhibit A)
3. Use of Proceeds (Exhibit B)

**Town Staff Recommendation:**

Town staff recommends adoption of an ordinance authorizing the issuance and sale of "Town of Prosper, Texas Waterworks and Sewer System Revenue Bonds, Series 2025", and approving all other matters related thereto.

**Proposed Motion:**

I move to adopt an ordinance authorizing the issuance and sale of "Town of Prosper, Texas, Waterworks and Sewer System Revenue Bonds, Series 2025" and approving all other matters related thereto.