



FINANCE

To: Mayor and Town Council

From: Chris Landrum, Finance Director

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

Re: Notice of Intent to Issue Certificates of Obligation

Town Council Meeting – June 27, 2023

Agenda Item:

Consider adoption of a resolution directing publication of notice of intention to issue certificates of obligation for the purpose of funding costs associated with the construction of water and wastewater improvements. (CL)

Description of Agenda Item:

The attached resolution initiates the process of issuing certificates of obligation for the projects specified in Exhibit B.

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

- Issue the certificates through a competitive or negotiated sale;
- for an amount not to exceed \$8,700,000;
- with a final maturity of August 15, 2043.

This would allow for the timing of the sale to match with favorable market conditions and to structure the debt based on certified values as they become available.

Budget Impact:

The debt service payments for the Certificates will be funded from the Water and Sewer Fund and the General Fund.

Chris Settle of McCall, Parkhurst and Horton, the Town's bond counsel, prepared the attached Resolution, and Terrence Welch of Brown & Hofmeister, L.L.P. has reviewed the resolution as to form and legality.

Legal Obligations and Review:

Terrence Welch of Brown & Hofmeister, L.L.P., has approved the attached documents as to form and legality.

Attached Documents:

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

Town Staff Recommendation:

Town staff recommends adoption of the resolution directing publication of notice of intention to issue certificates of obligation to finance the obligations associated with the aforementioned projects.

Proposed Motion:

I move to adopt a resolution directing publication of notice of intention to issue certificates of obligation to finance the obligations associated with the aforementioned projects.