
AGENDA REPORT

Meeting Date:	<u>July 12, 2022</u>	Item Number:	<u>1</u>
Prepared By:	<u>Jason Greiner</u>	Account Code:	<u></u>
Date Prepared:	<u>7-6-22</u>	Exhibits:	<u>1</u>

Subject

Consider and act upon Resolution 2022-01(R) between the WEDC and Government Capital Corporation.

Recommendation

Motion to approve Resolution 2022-01(R) between the WEDC and Government Capital Corporation.

Discussion

As the Board will recall, Staff WEDC staff began the process of evaluating options to borrow additional funds to finance the costs of construction for improvements to City infrastructure in order to promote economic development in the City of Wylie. Following input from the Board, Staff requested term sheets to reflect an \$8MM loan with a 240-month term and 5-year call restriction for infrastructure improvements.

Passage of Resolution 2022-01(R) authorizes the borrowing of funds by the WEDC Board, with ratification of the Resolution being presented to Council on July 12, 2022. The attached exhibit contains the Loan Agreement, Series 2022 Note, Sales Tax Remittance Agreement, General Certificate of Corporation, and Resolution Documents that will authorize the borrowing of the funds for these tax-exempt improvements.

Tax-Exempt Loan Terms: 240 months at 4.8% interest rate with a 5-year call restriction. The target funding date is July 20, 2022.

Tentative Timeline for Funding:

- 7/12/22 WEDC- Pass Authorizing Resolution (Authorizing the Borrowing)
- 7/12/22 City Council Action Item- Pass Sales Tax Remittance Resolution (Ratifying WEDC action)
- 7/20/22 WEDC Board Meeting- Budget Amendment to accept the Funds and Approve the FY 23 Budget
- 7/20/22 Target Funding Date (wire transfer funds per Funding Memorandum)
- 7/26/22 City Council Action Item- Budget Amendment to Accept the Funds and Approval of the WEDC Budget

As noted above, approval of WEDC Resolution 2022-01(R) provides Board authorization for the borrowing of funds for the loan in the principal amount of \$8,108,000.