



City Council
Agenda Memo

TO: Larry D. Gilley, City Manager
FROM: Mindy Patterson, Director of Finance
SUBJECT: Resolution Directing Publication of Notice of Intention to Issue Combination Tax and Revenue Certificates of Obligation for Water and Sewer System Improvements

City Council
Meeting Date: 08-22-13

GENERAL INFORMATION

Staff recommends \$65,000,000 in projects for the water and sewer system certificates of obligation sale. The projects are for the purpose of improving the City’s combined water and sewer system, which includes constructing, acquiring, installing and equipping additions, extensions, and improvements to the system.

If approved, staff will set October 10, 2013 as the sale date.

FUNDING/FISCAL IMPACT

The Certificates of Obligation will be funded from water and sewer revenue and a rate increase is necessary for this issue.

STAFF RECOMMENDATION

Staff recommends the City Council approve the Resolution directing the publication of Notice of Intention to Issue Combination Tax and Revenue Certificates of Obligation for Water and Sewer System Improvements, Series 2013, not to exceed \$65,000,000.

ATTACHMENT

Resolution

Prepared By: Name <u>Mindy Patterson</u> Title <u>Director of Finance</u>	Item No. <u>6.15</u>	Disposition by City Council <input type="checkbox"/> Approved <input type="checkbox"/> Denied <input type="checkbox"/> Other Ord/Res # _____ _____ City Secretary
--	-----------------------------	---

APPROVED AND ADOPTED this August 22, 2013.

ATTEST:

City Secretary

Mayor

APPROVED:

City Attorney

[CITY SEAL]

Exhibit A

CITY OF ABILENE, TEXAS
NOTICE OF INTENTION TO ISSUE COMBINATION TAX AND REVENUE
CERTIFICATES OF OBLIGATION FOR WATER AND SEWER SYSTEM IMPROVEMENTS

NOTICE IS HEREBY GIVEN that the City Council of the City of Abilene, Texas, at its meeting to commence at 8:30 A.M. on October 10, 2013, at its regular meeting place in the City Hall, 555 Walnut, Abilene, Texas, tentatively proposes to adopt an ordinance authorizing the issuance of interest bearing certificates of obligation, in one or more series, in an amount not to exceed \$65,000,000 for paying all or a portion of the City's contractual obligations incurred in connection with (i) constructing, acquiring, installing and equipping additions, extensions and improvements to the City's water and sewer system; and (ii) legal, fiscal and engineering fees in connection with such projects. The City proposes to provide for the payment of such certificates of obligation from the levy and collection of ad valorem taxes in the City as provided by law and from a pledge of surplus revenues of the City's waterworks and sewer system, remaining after payment of all operation and maintenance expenses thereof, and all debt service, reserve, and other requirements in connection with all of the City's revenue bonds or other obligations (now or hereafter outstanding), which are payable from all or any part of the net revenues of the City's waterworks and sewer system. The certificates of obligation are to be issued, and this notice is given, under and pursuant to the provisions of V.T.C.A., Local Government Code, Subchapter C of Chapter 271.

CITY OF ABILENE, TEXAS