



CITY COUNCIL COMMUNICATION

June 23, 2015

SUBJECT: Authorizing Issuance of “City of Euless, Texas, Waterworks and Sewer System Revenue Bonds, Series 2015A”

SUBMITTED BY: Janina Jewell, Director of Finance

REFERENCE NO: Draft Ordinance No. 2075

ACTION REQUESTED:

Consider First and Final Reading of Ordinance No. 2075 authorizing the issuance of City of Euless, Texas, Waterworks and Sewer System Revenue Bonds, Series 2015A, pledging the net revenues of the City’s Waterworks and Sewer System to the security and payment thereof and enacting other provisions incident and related thereto and providing an effective date.

ALTERNATIVES:

- Do not approve

SUMMARY OF SUBJECT:

Proceeds from the sale of the bonds will be used for the construction, acquisition, purchase, renovation, enlargement, equipment and improvement of waterworks system properties and facilities and paying the costs of issuance, specifically to provide funding for the approved Capital Improvement Project WT1402 Fixed Base Meter Reading and Water Meter Change Out project.

The issuance of these bonds are based on the City’s application for financial assistance from the Texas Water Development Board (TWDB) in June 2014 and the TWDB’s commitment in November 2014 to provide the City financial assistance in the amount of \$5,493,050 from the Drinking Water State Revolving Fund (DWSRF) through the proposed purchase of \$4,685,000 in City of Euless Waterworks and Sewer System Revenue Bonds and \$808,050 in loan forgiveness by the TWDB. Bonds through TWDB’s DWSRF are at a reduced rate from the regular bond market. Final savings numbers will be presented at the City Council Meeting.

The attached Ordinance is presented in “Draft” format for your review. The Bond Council will present the final ordinance for your approval at the City Council Meeting.

FINANCIAL CONSIDERATIONS:

Revenue Sources:

Expenditure Accounts:

Budgeted Fiscal Year(s):

Budgeted Expenditure:

Estimated Expenditure:

Over/Under Projection By:

Other Comments:

SUPPORTING DOCUMENTS:

- Draft Ordinance No. 2075

APPROVED BY:

_____ **LG** _____

City Manager's Office

_____ **KS** _____

City Secretary's Office