



CITY COUNCIL COMMUNICATION

June 23, 2015

SUBJECT: Authorizing Execution of a Loan Forgiveness Agreement with Texas Water Development Board and Escrow Agreement related to “City of Euless, Texas, Waterworks and Sewer System Revenue Bonds, Series 2015A”

SUBMITTED BY: Janina Jewell, Director of Finance

REFERENCE NO: Resolution No. 15-1463

ACTION REQUESTED:

Consider Resolution No. 15-1463 approving and authorizing the execution of a loan forgiveness agreement with the Texas Water Development Board and an escrow agreement related thereto associated with the City of Euless, Texas, Waterworks and Sewer System Revenue Bonds, Series 2015A.

ALTERNATIVES:

- Do not approve

SUMMARY OF SUBJECT:

This resolution authorizes the agreement with the Texas Water Development Board (TWDB) for their loan forgiveness commitment made 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 purchase of \$4,685,000 in City of Euless Waterworks and Sewer System Revenue Bonds and \$808,050 in loan forgiveness by the TWDB for the City’s approved Capital Improvement Project WT1402 Fixed Based Meter Reading and Water Meter Change Out project. The escrow agreement memorializes the details of how this funding will be executed.

The attached resolution and escrow agreement are presented in “Draft” format for your review. The Bond Council will present the final documents 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 Resolution No. 15-1463

APPROVED BY:

_____ **LG** _____

City Manager's Office

_____ **KS** _____

City Secretary's Office