

Meeting Date (?) 07/12/2016

Subject Matter* (?) City of Bryan City Electric System Revenue Refunding and Improvement Bonds
This must match rolling agenda entry

Department of Origin* BTU

Submitted By* Joe Hegwood

Type of Meeting* BCD Special Regular

Classification* Public Hearing Consent Statutory Regular

Ordinance* None First Read Second Read First & Only Read

Strategic Initiative* Public Safety Service
 Economic Development Infrastructure
 Quality of Life

Agenda Item Description* Consider for adoption, through the first and only reading, of an Ordinance authorizing and ordering the issuance of "City of Bryan, Texas, Electric System Revenue Refunding and Improvement Bonds, New Series 2016"; and enacting other provisions incident and related thereto.

Summary Statement* The BTU Board recommends City Council approval of up to \$86,000,000 of Bonds. The money will be used to fund the construction of transmission facilities, distribution infrastructure, and to refund existing higher cost debt. The bonds include approximately \$73,000,000 of transmission and distribution facilities. Approximately \$9.0 million of the Bond issuance will be used to refund outstanding Series 2006 bonds for an estimated interest savings of \$1.1 million over 15 years.

This action is a parameters ordinance (see attached parameters), which gives approval to issue up to \$86,000,000 in bonds as long as the issuance meets certain criteria. This amount allows for ordinary fluctuations in the market between the time the bonds are approved by the City Council and the time the actual sale takes place.

Staff Analysis & Recommendation* This action allows for transmission and distribution construction costs to be financed over the future years in which customers will receive the benefit of their use. The refunding saves an estimated \$1.1 million in interest cost over the next 15 years.

The BTU board and staff recommend approval.

Options* (In Suggested Order of Staff Preference)

1. Approve proposed Ordinance
2. Do not approve proposed Ordinance and provide direction to staff

Funding Source* City Electric Bond Funds (as budgeted)

Attachments City Electric Attachments.pdf 663.49KB

Please detail attachments and note attachments available for viewing in City Secretary's Office:
All attachments in 1 PDF

1. BTU City Electric Project List
2. Resolution from BTU Board (unsigned)
3. BTU City Parameters
4. Proposed BTU City Bond Ordinance

Dept. Head Signature

Gary D. Miller

**Deputy City Manager
Signature**

Hugh R. Walker

City Manager Signature

A stylized, handwritten signature in black ink, appearing to be the initials 'JH' with a long horizontal stroke extending to the right.

City Attorney Signature

Janis K. Hampton