Action History (UTC-06:00) Central Time (US & Canada)

Submit	by Hegwood, Joe 7/7/2016 9:58:11 AM (Start)
Approve	by Smith, William 7/7/2016 10:34:39 AM (Dept Head Approval)
Approve	by Walker, Hugh R 7/7/2016 11:08:59 AM (Deputy City Manager Approval)
Approve	by Register, Kean 7/7/2016 3:38:23 PM (City Manager Approval)
Approve	by Hampton, Janis K 7/7/2016 3:53:08 PM (City Attorney Approval)
Final Draft	by Cabrera, Christina 7/7/2016 4:15:25 PM (City Secretary Approval)

CITY OF BRYAN
The Good Life, Texas Style.

ACTION FORM
BRYAN CITY COUNCIL

Meeting Date (?) 07/12/2016

Subject Matter* (?) Authorization for Publication of Notice Intent to Issue Certificates of Obligation
This must match rolling agenda entry

Department of Origin* FINANCE

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* A proposed resolution of the City Council of the City of Bryan, Texas, approving and authorizing publication of notice of intention to issue certificates of obligation; and providing an effective date.

Summary Statement* The City's approved CIP plan calls for the issuance of $9,639,000 to fund capital improvements for FY2016 and FY2017. Additionally, staff recommends the issuance of $1,200,000 to fund the construction of hangers at Coulter Airfield. Revenues generated from hanger rentals and additional fuel sales will be transferred annually to the debt service fund from the Airport fund to cover the additional cost of debt.

The issuance of certificates of obligation to fund City of Bryan General Fund and Coulter Airfield construction costs plus the associated cost of issuance requires a publication of notice. This City Council agenda item authorizes the publication of notice of intent to issue the certificates of obligation.

The resolution specifies that the certificates of obligation are issued for the purpose of "paying contractual obligations to be incurred for (i) constructing, improving, renovating, extending, expanding and developing streets, including drainage, traffic signalization, lighting, sidewalks, soundwalls and landscaping, and acquiring right-of-way related thereto; (ii) constructing, renovating and improving fire department facilities and purchasing fire-fighting equipment, including fire trucks; (iii) constructing, renovating and improving airport facilities, including hangars; and (iv) related professional services, including legal, fiscal, engineering and design fees, and costs of issuance."

The certificates are to be issued, and this notice is given, under and pursuant to the provisions of Subchapter C of Chapter 271, Texas Local Government Code, as amended. The City Council will be requested to authorize the actual issuance of the certificates of obligation at the August 23, 2016, Regular meeting of the City Council.

Staff Analysis & Recommendation*

Adoption of this resolution provides public notice of intention to issue certificates of obligation in compliance with the provisions of Subchapter C of Chapter 271, Texas Local Government Code, as amended.

The City's approved CIP plan calls for the issuance of $9,639,000 to fund capital improvements for FY2016 and FY2017. Additionally, staff recommends the issuance of $1,200,000 to fund the construction of hangers at Coulter Airfield. Revenues generated from hanger rentals and additional fuel sales will be transferred annually to the debt service fund from the Airport fund to cover the additional cost of debt.

The Resolution and Notice specify a principal amount not to exceed $12,000,000, which includes project costs plus the estimated cost of issuance.

Staff recommends approving the Resolution.

Options*

(In Suggested Order of Staff Preference)

1. Approve the resolution, allowing for the potential future issuance of certificates of obligation.

2. Do not approve the resolution, deferring or eliminating the issuance of future certificates of obligation.

3. Amend the resolution, which may require consideration at a future City Council meeting.

Funding Source*

Certificates of obligation provide security for bonds through ad-valorem taxes.

Attachments

City of Bryan Series 2016 COs_Resolution Authorizing Publication of Noti .docx 25.14KB

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

1. Proposed Resolution Authorizing a Publication of Notice of Intent to Issue Certificates of Obligation (with Exhibit A)

Dept. Head Signature

Deputy City Manager Signature

Hugh R. Walker

City Manager Signature

City Attorney Signature

Janis K. Hampton