

Item H-3

Consideration and action regarding a resolution directing publication of notice of the City's intention to issue combination tax and revenue certificates of obligation to provide funds for parks and recreation improvements and related issuance costs.

Sports Park Construction Funding Breakdown

Funding Source	Cost
Certificates of Obligation (CO)	\$28,000,000
Water-Wastewater	1,291,730
TBD Funds (W-WW, ARPA, KDC, GF)	1,609,874
Total	\$30,901,604

Estimated Issuance

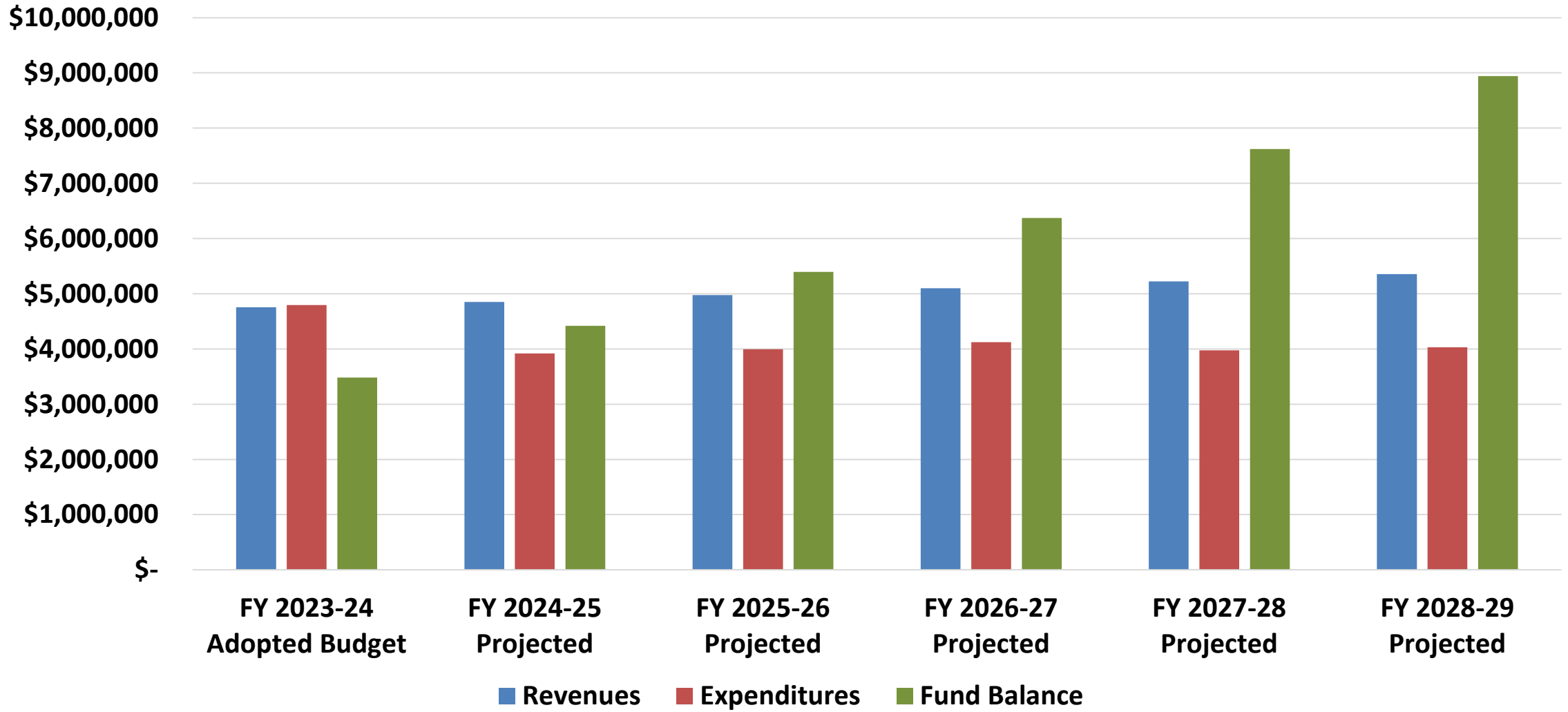
- \$28 Million in Principal
- \$10,140,750 in Interest (~4.5%)
- \$38,140,750 Total

- 15-year note on 20+-year asset
- Self-supported thru KDC sales tax
- Backed by ad valorem for rating purposes

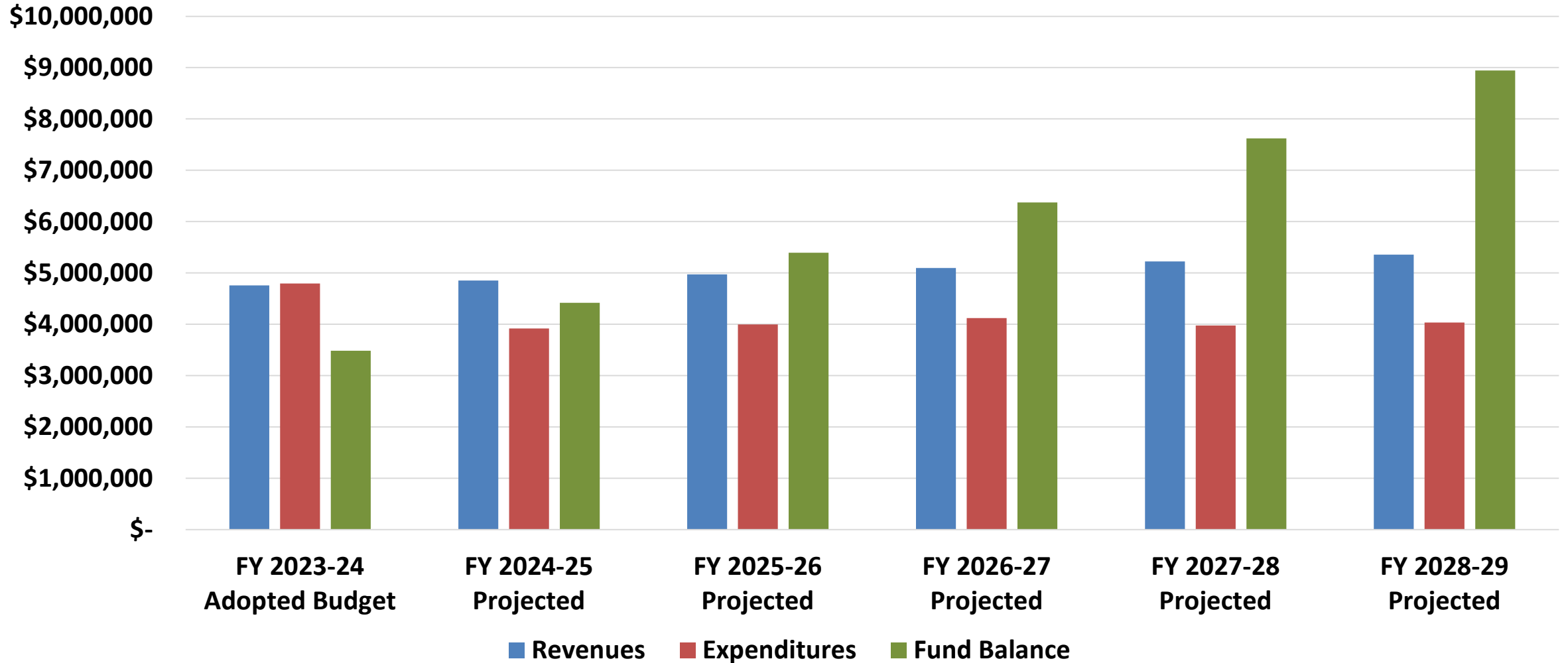
- Average annual payment = \$2,545,000
- Budgeted annual payment = \$2,557,471



KDC Five-Year Analysis - Budget



KDC Five-Year Analysis – Estimated Issuance



Process to CO Issuance

- Dec. 5 – Notice of Intent to Issue COs
 - Two Publications Required
- Dec. 12 – Create Preliminary Statements
- Jan. 8 – Rating Calls
- Jan. 24 – Receive credit ratings
 - Current Debt = AAA with Moody's and Standards & Poor's
- Feb. 6 – Council ordinance to approve sale
- March 12 – Delivery of Funds

Texas Government Code Ann. §2051.044



Council Action

City Council has the following options:

- Approve As Presented
- Approve Higher/Lower Issuance
- Table
 - Concern with Reimbursement
- Deny





Questions?
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