

City of Corpus Christi, Texas



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FINANCIAL ADVISORY SERVICES

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Presentation Outline

- I. Update on November 2022 Bond Authorization

- II. November 2024 and 2026 Bond Election Capacity Analysis

November 2022 Bond Program: \$125,000,000

- On November 8, 2022, the City conducted a successful bond election for \$125,000,000
 - The City has not issued bonds under this authorization
 - Preliminary plans are to issue \$50,000,00 of the \$125,000,000 during FY 2024

Proposition	Purpose	Amount	For / Against
A	Streets	\$92,500,000	49,791 (66.9%) / 24,659 (33.1%)
B	Parks & Recreation	\$20,000,000	45,723 (61.6%) / 28,472 (38.4%)
C	Public Safety	\$10,000,000	55,351 (74.1%) / 19,320 (25.9%)
D	Library	\$2,500,000	43,829 (59.3%) / 30,118 (40.7%)

Future Bond Issuance Assumptions

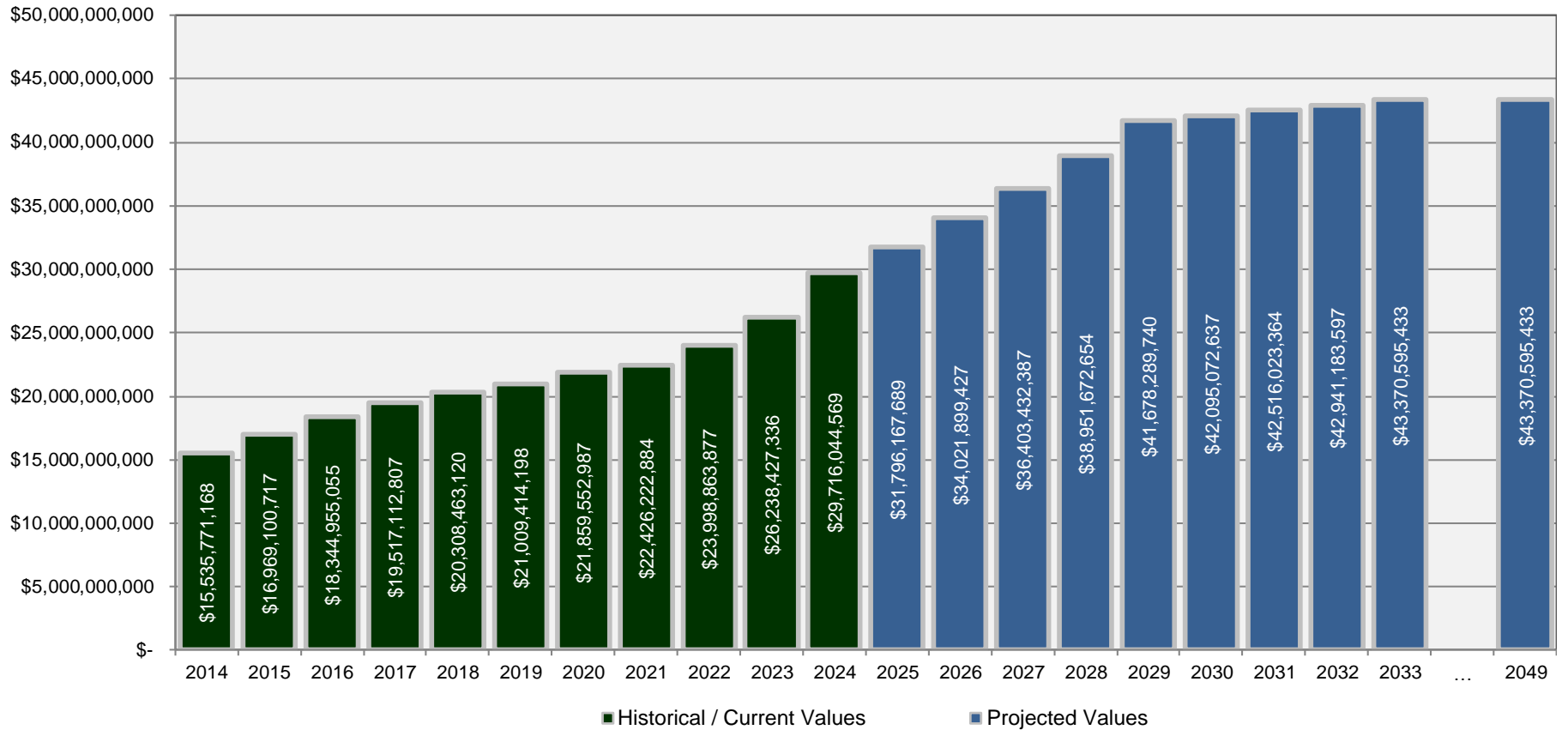
Goal:

Calculate bond capacity with no increase to the current I&S tax rate of \$0.2209 assuming medium (moderate) property valuation growth rates

Future Debt Issuance Assumptions:

- November 2022 Program Authorization Issued as follows:
 - \$50,000,000 in FY 2024
 - \$75,000,000 in FY 2025
- November 2024 Program Authorization Issued as follows:
 - FY 2026
 - FY 2027
- November 2026 Program Authorization Issued as follows:
 - FY 2028
 - FY 2029

Historical and Projected Taxable Value Growth



Historical and Projected Annual AV Growth												
2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025 to 2029	2030 to 2033	Thereafter
9.23%	8.11%	6.39%	4.05%	3.45%	4.05%	2.59%	7.01%	9.33%	13.25%	7.00%	1.00%	0.00%
10-Year Average: 6.75%					5-Year Average: 7.25%					<i>Projected</i>		

Note: FY 2014 to FY 2022 data provided by the City's Annual Comprehensive Financial Report dated September 30, 2022.

For Purposes of Illustration Only

Summary of I&S Bond Capacity Analysis

Results:

Not including the November 2022 Bond Program Authorization of \$125,000,000, the City's I&S tax rate level of \$0.2209 allows for \$350,000,000 of New Bond Capacity

Variables in G.O. Debt Model:

- Property Value Growth
- 20-Year Debt
- Use of I&S Fund Balance
- 2-Year Bond Funding Cycles
- Conservative Interest Rates
- Tax Collection Rate of 97.5%
- Existing Debt Service

Election Cycle	Bond Capacity
November 2024	\$175,000,000
November 2026	<u>\$175,000,000</u>
Total Voted Amount:	\$350,000,000