



AGENDA MEMORANDUM

Action Item for the City Council Meeting May 13, 2025

DATE: May 05, 2025

TO: Peter Zaroni, City Manager

FROM: Sergio Villasana, Director of Finance and Procurement
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Presentation of the FY2025 Plan of Finance and Notice of Intention to Issue Certificates of Obligation for Capital Improvements to Solid Waste, Public Health & Safety, Parks & Recreation, Storm Water Infrastructure and Streets, and Public Facilities.

CAPTION:

Presentation of the Plan of Finance for FY 2025 and resolution by the City Council of the City of Corpus Christi, Texas, authorizing and approving publication of Notice of Intention to issue not more than \$43,200,000 of Certificates of Obligation, in one or more series, for certain capital improvements, as included and approved by City Council in the Fiscal Year 2025 Capital Budget; complying with the requirements contained in Securities and Exchange Commission Rule 15c2-12; and providing an effective date.

SUMMARY:

The City Council will consider a resolution approving a Notice of Intention to issue Certificates of Obligation in an amount not to exceed \$43,200,000, the proceeds of which will be used for various capital improvements to streets, public health and safety facilities, parks, public facilities, and storm water infrastructure. This item is consistent with the City Council's budgeting actions approved in the FY 2025 Capital Budget on September 17, 2024.

BACKGROUND AND FINDINGS:

In preparation for the issuance debt to fund the approved Capital Improvement Projects (CIP), SPFI will present the Plan of Finance for FY2025 which will include a plan for not only the Certificates of Obligation, but also Revenue Bonds, General Obligation Bonds, and Tax Notes that will be issued in current fiscal year.

Included in the adopted and approved FY 2025 Capital Budget are projects to be funded through the issuance of Certificates of Obligation. This agenda item is to fund projects for which reimbursement resolutions were previously approved by the City Council on January 30, 2024 and December 3, 2024 totaling \$43,380,415. This will be the first tranche of Certificates of Obligation to fund these projects.

This item is required by Texas Local Government Code 271.049.

The total amounts of Certificates of Obligation to be issued will be an amount not to exceed \$43,200,000 and will be used to fund the following projects:

o id aste	o nt
C. F. Valenzuela Landfill Sector 2A Cell Development	\$ 1,200,000
Erosion Control Life Cycle Improvements	133,000
Solid Waste Drainage Lifecycle Improvements	930,000
C.F Valenzuela Landfill Road Improvements	750,000
Erosion Control Lifecycle Improvements	865,000
Improvements to C.F Valenzuela Admin Building	600,000
<i>Subtotal-Self Supported</i>	<u>4,478,000</u>
P b ic ea t afety	o nt
CCFD Resource Ctr -Ph 2 (EMS Central)	3,000,000
Animal Care Facility Design	1,154,175
<i>Subtotal-Tax Supported</i>	<u>4,154,175</u>
treets tor ater nfrastr ct re	o nt
Corn Products Rd	550,000
Elizabeth Street (Type B)	1,000,000
Industrial Streets District 5 (Type B)	1,000,000
Corn Products Rd (IH37-Leopard)	2,700,000
Residential Street Rebuild Program	6,100,000
Street Preventative Maintenance Program	2,700,000
North Beach Drainage Improvements	6,000,000
<i>Subtotal-Tax Supported</i>	<u>20,050,000</u>
Par s and ecreation	o nt
Harbor Bridge Mitigation - Ben Garza Park	607,670
Harbor Bridge Mitigation - Dr. H.J. Williams Park	1,520,362
Harbor Bridge Mitigation - North Beach Trail	582,985
Harbor Bridge Mitigation - T.C. Ayers Park	1,761,803
Harbor Bridge Mitigation - Washington Coles Park	7,393,152
Park Operations Building	77,700
<i>Subtotal-Tax Supported</i>	<u>11,943,672</u>
P b ic aci ities	o nt
La Retama Central Library Renovation (Exterior)	1,000,000
City Hall Carpet Replacement	204,000
City Hall Exterior Illumination	618,825
City Hall Skylight Replacement	742,590
<i>Subtotal-Tax Supported</i>	<u>2,565,415</u>
Self-Supported	4,478,000
Tax Supported	<u>38,713,262</u>
Grand Total	<u>\$ 43,191,262</u>

The total amount recommended to be funded with Certificates of Obligation is an amount not to exceed \$43,200,000. State law requires that the City publish a notice of its intention to issue the certificates of obligation once a week for two consecutive weeks, with the first publication being before the 45th day before the date tentatively set for the passage of the ordinance authorizing the issuance of the Certificates of Obligation. The notice must also be posted on the City's website continuously for the same time period. This notice is for the maximum amount of Certificates of Obligation that the City intends to issue. The City can issue less than the amount noticed but cannot exceed the noticed amount.

The City is planning to publish the notice of intention in the *Corpus Christi Caller-Times* on Sunday, May 18, 2025, and Sunday, May 25, 2025. The ordinance authorizing the delegation of the issuance of the Certificates of Obligation is scheduled as a first reading on July 15, 2025, with a second and final reading on July 22, 2025, in compliance with State law.

ALTERNATIVES:

The City Council could choose not to approve the notice of intention, and the City would not be able to issue Certificates of Obligation to fund the projects.

FISCAL IMPACT:

There is no fiscal impact as a result of the notice of intention. The City Council may choose not to issue the Certificates of Obligation after the notice period.

RECOMMENDATION:

Staff recommends approval of the resolution authorizing and approving the notice of intention to issue not more than \$43,200,000 in Certificates of Obligation for certain capital improvements approved in the FY 2025 Capital Budget on September 17, 2024 and the reimbursement resolutions approved by the City Council on January 30, 2024 and December 3, 2024.

LIST OF SUPPORTING DOCUMENTS:

Resolution

Presentation