



## AGENDA MEMORANDUM

First Reading for the City Council Meeting of December 9, 2014  
Second Reading for the City Council Meeting of December 16, 2014

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**DATE:** December 9, 2014

**TO:** Ronald L. Olson, City Manager

**FROM:** Constance P. Sanchez, Director of Financial Services  
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Peter Davidson, Marina Superintendent  
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Authorization for the Issuance of Marina Revenue Bonds
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**CAPTION:**

Ordinance authorizing the issuance of City of Corpus Christi, Texas Marina System Revenue Bonds, Taxable Series 2014 in an aggregate principal amount not to exceed \$2,600,000; providing for the payment of the principal of and interest on the bonds by a first and prior lien on and pledge of the net revenues of the City's Marina System; stipulating the terms and conditions for the issuance of additional revenue bonds on a parity therewith; providing the terms and conditions of such bonds and resolving other matters incident and relating to the issuance, payment, security, sale, and delivery thereof; authorizing the execution of a paying agent/registrars agreement, an escrow agreement, and a purchase and investment letter; and providing an effective date.

**PURPOSE:**

The issuance of these Marina Revenue Bonds will fund the replacement of the "R" Pier at the Corpus Christi Marina.

**BACKGROUND AND FINDINGS:**

The existing "R" Pier at the City Marina was constructed in 1982 but now 32 years later, the dock is rotted and unsafe for its intended purpose. A replacement dock is being

proposed at a cost of \$2,600,000 for a minimum of 118 boats slips up to 146 boat slips. On January 14, 2014, the City Council ratified a grant application to the United States Fish and Wildlife Service through Texas Parks and Wildlife Department for a \$502,496 Boating Infrastructure Grant for Marina boat slips including 35 transient boat slips. The Marina was awarded this grant on August 25, 2014. These funds will be used to fund 35 transient, visiting boat slips. Also, an additional grant from the United States Fish and Wildlife Service through Texas Parks and Wildlife Department is forthcoming in the amount of \$175,000 for sewage pump-out equipment to be built into the docks.

The City Marina will be partnering with The Ed Rachel Foundation to loan the money to fund this project. The debt will be for a term of 15 years and will be repaid by Marina revenue.

**ALTERNATIVES:** n/a

**OTHER CONSIDERATIONS:** n/a

**CONFORMITY TO CITY POLICY:**

This item conforms to City policy.

**EMERGENCY / NON-EMERGENCY:**

Issuance of municipal obligations are exempted from the City's charter provision regarding dual reading and/or emergency adoption provisions pursuant to the provisions of Section 1201.028, as amended, Texas Government Code.

**DEPARTMENTAL CLEARANCES:**

- City Marina Department
- Bond Counsel
- Legal Department

**FINANCIAL IMPACT:**

Not Applicable     Operating Expense     Revenue     CIP

<b>FISCAL YEAR:</b>	<b>Project to Date Exp. (CIP Only)</b>	<b>Current Year</b>	<b>Future Years</b>	<b>TOTALS</b>
Budget	-	\$2,600,000	-	\$ 2,600,000
Encumbered/Expended amount of (date)	-	-	-	-
This item	-	\$2,600,000	-	\$ 2,600,000
BALANCE	-	-	-	-
FUND(S): Marina CIP Fund				

**COMMENTS:** n/a

**RECOMMENDATION:**

Staff recommends approval of the ordinance as presented.

**LIST OF SUPPORTING DOCUMENTS:**

Ordinance