



# CITY OF CORPUS CHRISTI

## AGENDA MEMORANDUM

Action Item for the City Council Meeting December 9, 2025

**DATE:** December 09, 2025

**TO:** Peter Zanoni, City Manager

**FROM:** Sergio Villasana CPA, CIA, CGFO, Director of Finance & Procurement  
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Reimbursement Resolution for FY 2026 Capital and Operating Budget Projects.

### **CAPTION:**

Consideration and approval of a resolution relating to establishing the City's intention to reimburse itself for the prior lawful expenditure of funds relating to any capital expenditures from the proceeds of one or more series of tax-exempt or taxable obligations to be issued by the city in an aggregate amount not to exceed \$318,465,000 for authorized purposes, consisting of expenses related to projects approved by the City Council through the adoption of the fiscal year 2025-2026 operating and capital budget; authorizing other matters incident and related thereto; and providing an effective date..

### **SUMMARY:**

The City of Corpus Christi is planning on awarding contracts for projects included in the FY 2026 Operating and Capital Budgets prior to the issuance of revenue bonds, certificates of obligation and tax notes. This resolution is needed for the City to move forward with incurring capital costs and then reimburse itself for these costs with bond proceeds once issued.

### **BACKGROUND AND FINDINGS:**

The City is planning on issuing debt to fund projects approved in the FY 2026 Capital and Operating Budget. The City is able to award contracts for these projects prior to the issuance of bonds in order to move forward with the projects early in the fiscal year.

The City is approved to issue the following debt:

**Revenue Bonds - Gas**

<b>Program</b>	<b>Project Description</b>	<b>Amount</b>
Gas	Cathodic Protection Upgrades - City-Wide	\$ 350,000
Gas	Gas Department Construction Division Office	2,120,000
Gas	Gas Department Operations Building Upgrades	2,075,000
Gas	Gas Lines / Regulator Stations Replacement Program	4,320,000
Gas	Gas Transmission Main - City-Wide	10,600,000
Gas	Underground Natural Gas Storage	17,590,000
Gas	Gas Utility Support - Street projects	2,705,502
<b>Total Utility Revenue Bonds</b>		<b>\$ 39,760,502</b>

**Revenue Bonds - Storm Water**

<b>Program</b>	<b>Project Description</b>	<b>Amount</b>
Storm Water	ADA Curb Transitions - City-Wide	\$ 1,670,000
Storm Water	Bay Water Inlet Modifications - City-Wide	825,000
Storm Water	Bridge Rehabilitation - City-Wide	600,000
Storm Water	Channel Ditch Improvements - City-Wide	600,000
Storm Water	City-Wide Storm Water Infrastructure IDIQ	6,050,000
Storm Water	Major Outfall Assessments & Repairs - City-Wide	800,000
Storm Water	Storm Water Pipe Inspection - City-Wide	1,500,000
Storm Water	Storm Water Utility Support - Street projects	19,344,580
<b>Total Utility Revenue Bonds</b>		<b>\$ 31,389,580</b>

**Revenue Bonds - Wastewater**

<b>Program</b>	<b>Project Description</b>	<b>Amount</b>
Treatment	Greenwood WWTP Process Upgrade (DAF & Odor Control)	\$ 11,066,668
Treatment	Oso WRP Process Upgrade & BPC Facility Decommissioning	22,780,200
Treatment	Wastewater Treatment Plants - Backup Generators	312,302
Treatment	Whitecap & Allison WWTP - Operations & Control Centers	3,300,000
Lift Stations	City-Wide Lift Station Repair	6,950,000
Lift Stations	London WW Collection System Improvements	5,137,500
System Network	City-Wide Collection Capacity Remediation	6,100,000
System Network	City-Wide Wastewater ID/IQ	13,150,000
System Network	Hewitt / Santa Fe WW Line Upsizing to Oso WRP	1,600,000
System Network	Twin 36-inch & McBride Wastewater Lines Rehabilitation	6,400,000
System Network	Waldron Lift Station Force Main Replacement	4,400,000
System Network	Williams Lift Station Force Main	4,200,000
Facilities	Wastewater - Maintenance Shop	2,776,293
Other	Wastewater - SCADA Instrumentation & Electrical Improvements	1,000,000
Wastewater	Wastewater Utility Support - Streets projects	10,231,962
<b>Total Utility Revenue Bonds</b>		<b>\$ 99,404,925</b>

**Revenue Bonds - Water**

<b>Program</b>	<b>Project Description</b>	<b>Amount</b>
Raw Water Supply	Wesley Seale Dam Dewatering System and Spillway Gate Rehabilitation	\$ 5,643,495
Treatment	ONSWTP Chlorine System Improvements	10,400,000
Treatment	ONSWTP Raw Water Influent and Chemical Facilities Improvements	27,721,938
Treatment	ONSWTP Security Upgrade	5,360,000
Treatment	ONSWTP Sedimentation Basin Improvements	8,400,000
Treatment	ONSWTP Site Infrastructure Improvements	1,380,000
Treatment	ONSWTP Weir Improvements - Basins 3 & 4	777,000
Distribution	16-inch Water Main Extension SH286 to Alameda	2,200,000
Distribution	City-Wide Large-Size Water Line Cathodic Protection System	5,700,000
Distribution	City-Wide Water Line Repair/Replacement - Large Diameter	14,750,000
Distribution	City-Wide Water Line Repair/Replacement - Small Diameter	14,250,000
Distribution	Elevated Water Storage Tanks - City-Wide	2,300,000
Distribution	Flour Bluff 18-inch Water Line Extension	5,750,000
Distribution	Leopard Street & Up River Road Water Line Replacement	10,200,000
Distribution	Sand Dollar Connection Line 16-inch (Coral Vine)	8,430,000
Facilities	Corpus Christi Water - Warehouse	4,150,000
Other	Warehouse Facility from Ground Storage Tank	213,000
Water	Water Utility Support - Streets projects	11,741,375
<b>Total Revenue Bonds</b>		<b>\$ 139,366,808</b>

**Certificates of Obligation**

<b>Program</b>	<b>Project Description</b>	<b>Amount</b>
Public Facilities	CC Detention Center Renovations	\$ 4,942,870
Public Health & Safety	C. F. Valenzuela Landfill Sector 3B Cell Development	820,000
<b>Total Certificates of Obligation</b>		<b>\$ 5,762,870</b>

**Tax Notes**

<b>Program</b>	<b>Project Description</b>	<b>Amount</b>
Steets	Developer Participation Agreements	\$ 2,776,874
<b>Total Tax Notes</b>		<b>\$ 2,776,874</b>

**Total Debt Funded Projects** **\$ 318,461,559**

For the City to be eligible for reimbursement of any expenditure incurred prior to the bond sale, the City must declare its intent to reimburse itself for payments made prior to the bonds being sold. This action must meet specific U.S. Treasury Regulations and requires approval by the City Council.

**ALTERNATIVES:**

Approval of this item will allow City staff to use these funds, once appropriated, in support of the projects included in the approved FY 2026 Capital and Operating budget prior to the bond issuance. Once the debt is issued, the cash funds will be replenished with bond proceeds.

**RECOMMENDATION:**

Staff recommends approval of the resolution as presented.

**LIST OF SUPPORTING DOCUMENTS:**

Resolution  
Presentation