



# **Taxable Certificates of Obligation Delegation Ordinance**

**Legistar #24-0629**

**City Council Meeting  
April 23, 2024**



# Financing of Capital Projects

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- Capital Improvement Projects (CIP) and funding are approved in the City's Capital Budget
  - Reimbursement resolution was approved by City Council on December 20, 2022 to begin using funds for the projects
  - Capital Budget staff assesses funding needs for next 12-18 months to determine what debt needs to be issued to fund current and prior year approved projects
  - **Today** - First reading of an ordinance delegating the authority to certain city staff to approve the sale of Taxable Certificates of Obligation within stated parameters
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# Summary of Financial Transaction

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- Issuance of Taxable Certificates of Obligation in an amount not to exceed \$10,605,000 to fund Solid Waste Projects.

Project Name	Amount
Cefe Valenzuela Gas Collection System – 3C	\$1,300,000
Cefe Valenzuela Landfill Expansion	\$250,000
Cefe Valenzuela Road Improvements	\$3,500,000
Cefe Valenzuela Landfill Sector 2A Cells Development	\$651,892
J. C. Elliott Landfill Road Improvements	\$4,900,000
TOTAL	\$10,601,892

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# Steps for Issuance

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Specific steps must be followed per state law for the issuance of Certificates of Obligation:

- **March 19, 2024** – Notice of Intention approved by City Council
  - **March 24, 2024 and April 1, 2024** – NOI published in the Corpus Christi Caller-Times
  - **April 23, 2024** - First Reading of ordinance to authorize delegation of authority
  - **May 14, 2024** - Second reading and adoption of ordinance authorizing delegation of authority
  - **May 16, 2024** – Sale of Certificates of Obligation
  - **June 12, 2024** – Closing Date for Certificates of Obligation
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# City of Corpus Christi, Texas

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# Certificates of Obligation Financing Overview per Approved Budget

- Ordinance #24-0629 will allow for the issuance of Certificates of Obligation with a Federal Tax Designation of Taxable

## PLANNED ISSUANCE\*

- 1) **Certificates of Obligation, Taxable Series 2024B**
  - Not to exceed \$10,605,000
  - Sale to be conducted on May 15<sup>th</sup>
  - Self-supported by solid waste revenues

## PRELIMINARY USE OF PROCEEDS

*In Millions (\$)*

Project	Amount
Solid Waste	\$10.605

## METHOD OF SALE

- Open market financing through a negotiated sale process

*\* Preliminary, subject to change.*



**QUESTIONS ?**