



AGENDA MEMORANDUM

First Reading at the City Council Meeting of March 21, 2017
Second Reading at the City Council Meeting of March 28, 2017

DATE: March 8, 2017

TO: Margie C. Rose, City Manager

THRU: Sylvia Carrillo, Assistant City Manager

FROM: Constance P. Sanchez, Director of Financial Services
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Authorization for Issuance of Solid Waste Certificates of Obligation

CAPTION:

Ordinance authorizing the issuance of "City of Corpus Christi, Texas Combination Tax and Limited Pledge Revenue Certificates of Obligation, Taxable Series 2017" in an amount not to exceed \$2,500,000 for the purpose of financing costs associated with making permanent public improvements to the City's Solid Waste System; providing for the payment of said Certificates by the levy of an ad valorem tax upon all taxable property within the City and further securing said Certificates by a lien on and pledge of the pledged revenues of the Solid Waste System; providing the terms and conditions of said Certificates and resolving other matters incident and relating to the issuance, payment, security, sale, and delivery of said Certificates, including the approval and distribution of an Official Statement; authorizing the execution of a paying agent/registrar agreement and a purchase contract; complying with the requirements of the letter of representations on file with the depository trust company; delegating the authority to certain members of the City staff to execute certain documents relating to the sale of the Certificates; enacting other provisions incident and related to the subject and purpose of this ordinance; and providing an effective date.

PURPOSE:

The City plans on issuing up to \$2,500,000 of certificates of obligation to fund regulatory capital projects for Solid Waste. The certificates of obligation will be needed to fund some key capital projects for Solid Waste that are associated with a compliance

deadline, including a Gas Collection and Control System (GCCS) that must be operational by November 11, 2017 and the procurement of a flare.

BACKGROUND AND FINDINGS:

According to the Local Government Code, Section 271.049, prior to the issuance of the certificates of obligation, the City is required to publish notice of its intention to issue the certificates once a week for two consecutive weeks in a newspaper of general circulation, with the date of the first publication to be before the 30th day before the date set for passage of the ordinance to authorize the issuance of the certificates. The notices were in the *Corpus Christi Caller-Times* on February 5, 2017 and February 12, 2017. Thirty days after the date of the first publication is March 7, 2017, and so City Council action to approve this ordinance in its second reading is scheduled for March 28, 2017 and is in compliance with the Local Government Code.

ALTERNATIVES: n/a

OTHER CONSIDERATIONS: n/a

CONFORMITY TO CITY POLICY:

This item conforms to City policy.

EMERGENCY / NON-EMERGENCY: n/a

DEPARTMENTAL CLEARANCES:

- Solid Waste Department
- Financial Services Department
- Bond Counsel
- City Attorney's Office

FINANCIAL IMPACT:

☐ Not Applicable ☐ Operating Expense ☒ Revenue ☐ CIP

FISCAL YEAR:	Project to Date Exp.	Current Year	Future Years	TOTALS
	(CIP Only)			
Budget	-	\$ 2,500,000	-	\$ 2,500,000
Encumbered/Expended amount of (date)	-	-	-	-
This item	-	\$ 2,500,000	-	\$ 2,500,000
BALANCE	-	-	-	-
FUND(S): CIP Fund				

COMMENTS: n/a

RECOMMENDATION:

Staff recommends approval of the ordinance as presented.

LIST OF SUPPORTING DOCUMENTS:

Ordinance