



AGENDA MEMORANDUM

Future Item for the City Council Meeting of February 27, 2018
Action Item for the City Council Meeting of March 20, 2018

DATE: February 19, 2018

TO: Margie C. Rose, City Manager

THRU: Sylvia Carrillo-Treviño, Assistant City Manager

FROM: Constance P. Sanchez, Director of Financial Services
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| Notice of Intention to Issue Taxable Certificates of Obligation for Solid Waste |
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CAPTION:

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 \$7,500,000 in Certificates of Obligation for Solid Waste System improvements; complying with the requirements contained in Securities and Exchange Commission Rule 15c2-12; and providing an effective date.

PURPOSE:

The City plans on issuing up to \$7,500,000 of taxable certificates of obligation to construct Sector 3C disposal cell at the Cefé Valenzuela Landfill.

BACKGROUND AND FINDINGS:

The current developed disposal space at Cefe Valenzuela Landfill is predicted to be exhausted in September 2018 based upon historical average disposal rates and recent increases due to Hurricane Harvey debris disposal. On January 23, 2018, a presentation was made to the City Council indicating that construction of the next disposal cell, Sector 3C, will be expedited with the goal of providing new disposal space prior to the exhaustion of the current disposal capacity. Construction of the new cell (with incidentals) is estimated to cost \$7,500,000.

The City plans on issuing Certificates of Obligation in an amount not to exceed \$7,500,000. State law requires that a notice of intention be published when Certificates of Obligation are to be sold. The notice must be published once a week for two consecutive weeks in a newspaper, with the date of the first publication to be before the 30th day before the date tentatively set for the passage of the ordinance authorizing the issuance of the certificates. The ordinance authorizing the issuance of the first series of certificates is tentatively scheduled as a first reading on May 8, 2018 with a second and final reading on May 15, 2018. The City anticipates publishing this notice in the Corpus Christi Caller-Times on Sunday, March 25, 2018 and Sunday, April 1, 2018.

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 Services
- Financial Services
- Bond Counsel
- City Attorney's Office

FINANCIAL IMPACT:

☐ Not Applicable ☐ Operating Expense ☒ Revenue ☐ CIP

| FISCAL YEAR: | Project to Date Exp. (CIP Only) | Current Year | Future Years | TOTALS |
|---|--|-------------------------|-------------------------|---------------|
| Budget | - | \$ 7,500,000 | - | \$ 7,500,000 |
| Encumbered/Expended amount of (date) | - | - | - | - |
| This item | - | \$ 7,500,000 | - | \$ 7,500,000 |
| BALANCE | - | - | - | - |
| FUND(S): CIP Fund | | | | |

COMMENTS: n/a

RECOMMENDATION:

Staff recommends approval of the resolution as presented.

LIST OF SUPPORTING DOCUMENTS:

Resolution