



CITY OF TEXARKANA

CITY COUNCIL

MINUTES • JULY 17, 2023

Council Chambers

Special Meeting

12:00 PM

220 TEXAS BLVD., TEXARKANA, TX 75501

I. CALL TO ORDER, ROLL CALL, ESTABLISHMENT OF QUORUM

Attendee Name	Title	Status	Arrived
Bob Bruggeman	Mayor	Present	
Jean H. Matlock	Ward 1	Absent	
Mary Hart	Ward 2	Absent	
Betty Williams	Ward 3	Present	
Christie Page	Ward 4	Present	
Libby White	Ward 5	Absent	
Jay Davis	Ward 6	Present	

Staff Present: City Manager David Orr, Jennifer Evans, Chiquita Burks.

Legal Counsel: None.

II. ACTION ITEM

- Resolution No. 2023-096 discussing and considering all matters incident and related to approving and authorizing publication of notice of intention to issue certificates of obligation in an amount not to exceed \$18,800,000, including the adoption of a resolution pertaining thereto.

Public Hearing:

Council Vote: July 17, 2023

City Manager Orr briefed this agenda item outlining the city's proposed bond projects discussed in earlier meetings with the Budget Advisory Committee.

He said, as this is a preliminary list, the bond proposal will be written very broadly to accommodate the needs of the city pertaining to these capital projects.

(12:06 p.m.)

RESULT:	ADOPTED [UNANIMOUS]
MOVER:	Jay Davis, Ward 6
SECONDER:	Betty Williams, Ward 3
AYES:	Bruggeman, Williams, Page, Davis
ABSENT:	Matlock, Hart, White

III. ADJOURNMENT

A motion was made to adjourn the meeting.
(12:07 p.m.)

RESULT:	ADOPTED [UNANIMOUS]
MOVER:	Christie Page, Ward 4
SECONDER:	Jay Davis, Ward 6
AYES:	Bruggeman, Williams, Page, Davis
ABSENT:	Matlock, Hart, White



Jennifer Evans
City Secretary



Bob Bruggeman
Mayor

City of Texarkana, Texas

Briefing Sheet

Version:
Update Date: 7/14/2023 10:22 AM

Lead Department: Finance Department **Action Officer:** Kristin Peeples,
Resolution No. 2023-096 discussing and considering all matters incident and
related to approving and authorizing publication of notice of intention to issue
Subject: certificates of obligation in an amount not to exceed \$18,800,000, including the
adoption of a resolution pertaining thereto.

Briefing: 7/17/2023 **Public Hearing:** **Council Vote:** 7/17/2023

Item Schedule

Updates/History of Briefing:

Not Applicable

Executive Summary and Background Information:

On May 23, 2023, during a joint meeting with the City Council and the Budget Advisory Committee, staff discussed the details of the upcoming fiscal year 2024 budget. During that process, staff recommended a proposal to issue new debt, with the sale of the debt to occur in September 2023 and proceeds to be received in October 2023. Anticipated ad valorem revenue will fund the annual debt service payment. The proposed issuance is a 20-year Certificate of Obligation that will generate approximately \$18.8 million in bond proceeds with an annual debt service payment of approximately \$1.3 million. The proceeds may be used for (i) constructing, improving and equipping public safety facilities, including the acquisition of vehicles related thereto and the acquisition of land and rights-of-way therefor, (ii) street and bridge improvements, including landscaping, drainage, curbs, gutters, medians, sidewalks, signage, lighting and traffic signalization incidental thereto, the relocation of utilities affected by such street improvements and the acquisition of land and rights-of-way therefor, (iii) constructing, improving and equipping park and recreation facilities, including the acquisition of land and rights-of-way therefor, (iv) renovating and improving the Perot Theatre, (v) constructing, improving and equipping the City's airport facilities, including the acquisition of land and rights-of-way therefor, (vi) renovating, improving and equipping existing City office and meeting facilities (collectively, the "Projects") and (vii) professional services rendered in connection therewith. Before issuing the Certificates of Obligation, the Council must first approve a publication for Notice of Intent to publish a formal notice in the Texarkana Gazette and on the City's website in order to make the public aware of the proposal.

Potential Options:

- Approve
- Deny

Fiscal Implications:

Annual debt service payment of approximately \$1.3 million funded with anticipated ad valorem revenue.

City of Texarkana, Texas

Staff Recommendation:

Staff recommends approval.

Advisory Board/Committee Review:

Budget Advisory Committee

Board/Committee Recommendation:

Board recommends approval.

Advisory Board/Committee Meeting Date and Minutes:

May 3, 2023

May 10, 2023

May 23, 2023

Attachments

- a. 2023-096 RES Notice of Intent to Issue CO's (DOCX)
- b. 2023-096 Goals & Perspectives (DOCX)
- c. 2023-096 RES Notice of Intent to issue CO's sigend (PDF)

Staff Coordination

Finance Department	Kristin Peeples	Department Head Review	Completed	
	07/13/2023 4:50 PM			
Finance Department	Kristin Peeples	Finance Review	Completed	07/13/2023
4:50 PM				
City Manager	David Orr	City Manager Review	Completed	07/13/2023
5:02 PM				
City Council	Jennifer Evans	Meeting	Completed	07/17/2023
12:00 PM				

Meeting History

RESOLUTION NO. 2023-096

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
TEXARKANA, TEXAS, APPROVING AND AUTHORIZING
PUBLICATION OF NOTICE OF INTENTION TO ISSUE
SERIES 2023 CERTIFICATES OF OBLIGATION AND
DECLARING EXPECTATION TO REIMBURSE
EXPENDITURES WITH PROCEEDS OF FUTURE DEBT; AND
ESTABLISHING AN EFFECTIVE DATE.**

WHEREAS, the City Council of the City of Texarkana, Texas, has determined that certificates of obligation should be issued under and pursuant to the provisions of Texas Local Government Code, Subchapter C of Chapter 271, as amended (the “Act”), for the purpose of paying contractual obligations to be incurred for (i) constructing, improving and equipping public safety facilities, including the acquisition of vehicles related thereto and the acquisition of land and rights-of-way therefor, (ii) street and bridge improvements, including landscaping, drainage, curbs, gutters, medians, sidewalks, signage, lighting and traffic signalization incidental thereto, the relocation of utilities affected by such street improvements and the acquisition of land and rights-of-way therefor, (iii) constructing, improving and equipping park and recreation facilities, including the acquisition of land and rights-of-way therefor, (iv) renovating and improving the Perot Theatre, (v) constructing, improving and equipping the City’s airport facilities, including the acquisition of land and rights-of-way therefor, (vi) renovating, improving and equipping existing City office and meeting facilities (collectively, the “Projects”) and (vii) professional services rendered in connection therewith; such certificates to be payable from ad valorem taxes and a limited pledge of the surplus revenues of the City’s combined Waterworks and Sewer System; and

WHEREAS, the City further intends to make certain capital expenditures with respect to the Projects and currently desires and expects to reimburse the capital expenditures with proceeds of the Certificates; and

WHEREAS, under Treas. Reg. § 1.150-2 (the “Regulation”), to fund such reimbursement with proceeds of tax-exempt obligations, the City must declare its expectation to make such reimbursement; and

WHEREAS, the City desires to preserve its ability to reimburse the capital expenditures with proceeds of tax-exempt obligations; and

WHEREAS, prior to the issuance of such certificates, the City Council is required to publish notice of its intention to issue the same in accordance with the provisions of the Act.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF TEXARKANA, TEXAS:

SECTION 1: The City Secretary is hereby authorized and directed to cause notice to be published of the Council’s intention to issue one or more series of certificates of obligation in a principal amount not to exceed \$18,800,000 for the purpose of paying contractual obligations to be incurred for (i) constructing, improving and equipping public safety facilities, including the acquisition of vehicles related thereto and the acquisition of land and rights-of-way therefor, (ii) street and bridge improvements, including landscaping, drainage, curbs, gutters, medians, sidewalks, signage,

lighting and traffic signalization incidental thereto, the relocation of utilities affected by such street improvements and the acquisition of land and rights-of-way therefor, (iii) constructing, improving and equipping park and recreation facilities, including the acquisition of land and rights-of-way therefor, (iv) renovating and improving the Perot Theatre, (v) constructing, improving and equipping the City's airport facilities, including the acquisition of land and rights-of-way therefor, (vi) renovating, improving and equipping existing City office and meeting facilities (collectively, the "Projects") and (vii) professional services rendered in connection therewith; such certificates to be payable from ad valorem taxes and a limited pledge of the surplus revenues of the City's combined Waterworks and Sewer System. The notice hereby approved and authorized to be published shall read substantially in the form and content of **Exhibit A** hereto attached and incorporated herein by reference as a part of this Resolution for all purposes.

SECTION 2: The City Secretary shall cause the aforesaid notice to be (i) published in a newspaper of general circulation in the City, once a week for two consecutive weeks, the date of the first publication to be at least forty-six (46) days prior to the date stated therein for the passage of the ordinance authorizing the issuance of the certificates of obligation and (ii) posted continuously on the City's website for at least forty-five (45) days before the date stated therein for the passage of the ordinance authorizing the issuance of the certificates of obligation.

SECTION 3: The City reasonably expects to reimburse capital expenditures with respect to the Projects with proceeds of debt hereafter to be incurred by the City, and this resolution shall constitute a declaration of official intent under the Regulation.

SECTION 4: It is officially found, determined, and declared that the meeting at which this Resolution is adopted was open to the public and public notice of the time, place, and subject matter of the public business to be considered at such meeting, including this Resolution, was given, all as required by Texas Government Code, Chapter 551, as amended.

SECTION 5: This Resolution shall be in force and effect from and after its passage on the date shown below.

[remainder of page intentionally left blank]

PASSED AND APPROVED, in Regular Council Session on this the **17th day of July, 2023**.

ATTEST:

JENNIFER EVANS, CITY SECRETARY

BOB BRUGGEMAN, MAYOR

Attachment: 2023-096 RES Notice of Intent to Issue CO's (4050 : 2023-096 RES Notice of Intent to Issue Certificates of Obligation)

2023-096 EXH A

EXHIBIT A**NOTICE OF INTENTION TO ISSUE CITY OF TEXARKANA, TEXAS
SERIES 2023 CERTIFICATES OF OBLIGATION**

TAKE NOTICE that the City Council of the City of Texarkana, Texas, shall convene at 6:00 o'clock P.M. on September 11, 2023, at its regular meeting place in the City Hall, 220 Texas Blvd., Texarkana, Texas, and, during such meeting, the City Council will consider the adoption of one or more ordinances authorizing the issuance of one or more series of certificates of obligation in an aggregate principal amount not to exceed \$18,800,000 for the purpose of paying contractual obligations to be incurred for the (i) constructing, improving and equipping public safety facilities, including the acquisition of vehicles related thereto and the acquisition of land and rights-of-way therefor, (ii) street and bridge improvements, including landscaping, drainage, curbs, gutters, medians, sidewalks, signage, lighting and traffic signalization incidental thereto, the relocation of utilities affected by such street improvements and the acquisition of land and rights-of-way therefor, (iii) constructing, improving and equipping park and recreation facilities, including the acquisition of land and rights-of-way therefor, (iv) renovating and improving the Perot Theatre, (v) constructing, improving and equipping the City's airport facilities, including the acquisition of land and rights-of-way therefor, (vi) renovating, improving and equipping existing City office and meeting facilities (collectively, the "Projects") and (vii) professional services rendered in connection therewith; such certificates to be payable from ad valorem taxes and a limited pledge of the surplus revenues of the City's combined Waterworks and Sewer System. In accordance with Texas Local Government Code Section 271.049, (i) the current principal amount of all of the City's outstanding public securities secured by and payable from ad valorem taxes is \$54,720,000 (ii) the current combined principal and interest required to pay all of the City's outstanding public securities secured by and payable from ad valorem taxes on time and in full is \$69,630,699.52; (iii) the estimated combined principal and interest required to pay the certificates of obligation to be authorized on time and in full is \$29,500,000; (iv) the maximum interest rate for the certificates may not exceed the maximum legal interest rate; and (v) the maximum maturity date of the certificates to be authorized is August 15, 2043. The certificates are to be issued, and this notice is given, under and pursuant to the provisions of Texas Local Government Code, Subchapter C of Chapter 271, as amended.

Jennifer Evans
City Secretary
City of Texarkana, Texas

City of Texarkana, Texas

Developing Perspectives and Goals Pending Approval by the City Council:

Perspectives	Goals
Serve the Community	☒ Promote an Environmentally Sensitive & Livable Community ☒ Provide a Safe Community ☒ Deliver Quality Services ☒ Foster a Healthy Community
Run the Operations	☒ Enhance Community Preparedness & Responsiveness ☒ Maximize Partnership Opportunities ☒ Provide Courteous & Responsive Customer Service ☒ Model a Positive City Image ☒ Deliver Efficient Services ☒ Cultivate Community Involvement & Access
Manage the Resources	☒ Maintain Fiscal Strength ☒ Maximize Utilization & Resources ☒ Invest in Infrastructure & Transportation
Develop Personnel	☐ Develop a Skilled & Diverse Workforce ☐ Create a Positive & Rewarding Work Culture

Perspectives and Goals Additional Comments:

Resource Impact:

Staff time required if item is approved: No Additional

Other Potential Impacts:

Public Information Plan:

☒	Newspaper Notice (Required by Statute)	☐	Public Hearing (Required by Statute)
☐	Public Forum/Input Session	☐	Press Release
☐	E-News Distribution	☐	Website Notice
☐	Social Media (Twitter, Facebook, etc.)	☐	Special Mailing
☐	Flyers Posted	☐	Banners Posted
☐	Survey	☐	Automated Phone Call
☐	None Required	☐	

Other:

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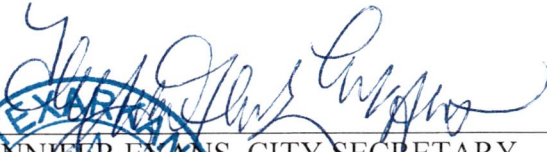
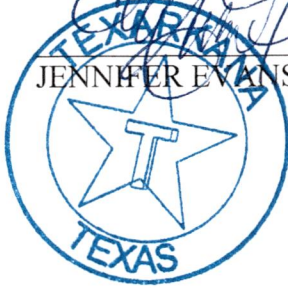
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JENNIFER EVANS, CITY SECRETARY


BOB BRUGGEMAN, MAYOR

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Jennifer Evans
City Secretary
City of Texarkana, Texas