



Legislation Details (With Text)

File #: 2017-4993
Type: Ordinance
Status: Approved
File created: 11/13/2017
In control: City Council
On agenda: 11/21/2017
Final action: 11/21/2017
Title: Consider a Fifth Supplemental Ordinance to the Master Ordinance Establishing the City of Round Rock, Texas Utility System Revenue Financing Program. (First Reading)*

Sponsors:

Indexes:

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Attachments: 1. Ordinance

Date	Ver.	Action By	Action	Result
11/21/2017	1	City Council	approve	Pass
11/21/2017	1	City Council	dispense with the second reading and adopt	Pass

Consider a Fifth Supplemental Ordinance to the Master Ordinance Establishing the City of Round Rock, Texas Utility System Revenue Financing Program. (First Reading)*

This action proposes refunding \$33.5 million in 2009 Utility System Revenue bonds. Due to current favorable market conditions and pending federal tax legislation that would disallow all tax-exempt advanced refundings after December 31, 2017, staff recommends that the City take the opportunity to refinance this debt at a more favorable rate. The net present value savings over the life of the debt is projected to be approximately \$3.7 million. These savings will benefit the City's wastewater operations by reducing annual interest payments by approximately \$187,000. The City will be utilizing the negotiated sale method which allows greater flexibility at the time of pricing. This will be an advanced refunding and is expected to close in December 2017.

This ordinance will be approved and effective on First Reading in accordance with Section 1201.028, Texas Government Code.