



Legislation Text

File #: 24-834, Version: 1

**STRATEGIC PRIORITY:** Government Performance & Financial Management

**AGENDA DATE:** March 27, 2024

**COUNCIL DISTRICT(S):** All

**DEPARTMENT:** City Controller's Office

**EXECUTIVE:** Jack Ireland

**SUBJECT**

An ordinance authorizing **(1)** the issuance and sale of City of Dallas, Texas, Combination Tax and Revenue Certificates of Obligation, Series 2024B in an aggregate principal amount not to exceed \$218,000,000; **(2)** levying a tax in payment thereof; **(3)** prescribing the form of said certificates; **(4)** approving and awarding the sale of the certificates and approving execution of a purchase agreement; **(5)** approving the official statement; and **(6)** enacting provisions incident and relating to the subject - Not to exceed \$866,009 - Financing: 2024B Certificates of Obligation Fund

**BACKGROUND**

On January 24, 2024, the City Council authorized the preparations of plans and the payment of future costs and expenses for the issuance of Combination Tax and Revenue Certificates of Obligation, Series 2024B (the "Series 2024B **Bonds Certificates**"), in a total amount not to exceed \$218,000,000 to finance 2017 Bond Program cost overruns, pursuant to the authority granted by Subchapter C of Chapter 271, Texas Local Government Code (the "Certificate of Obligation Act of 1971"). [Further, on January 24, 2024, the City Council authorized the publication of Notice of Intent to issue the 2024B Certificates.](#)

As such, the City's co-financial advisors, Hilltop Securities, Inc. and Estrada Hinojosa & Co., recommend the issuance of Combination Tax and Revenue Certificates of Obligation, Series 2024B, in an amount not to exceed \$218,000,000 via a competitive sale.

This ordinance authorizes City staff and financial advisors, subject to parameters, to competitively bid the sale and issuance of City of Dallas, Combination Tax and Revenue Certificates of Obligation, Series 2024B, tentatively scheduled in April 2024.

**ESTIMATED SCHEDULE OF PROJECT**

Authorized Preparation for Issuance of Bonds	January 2024
Approval of Parameters Ordinances	March 2024

Pricing  
Delivery of Proceeds

April 2024  
April 2024

**PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS)**

[The Government Performance and Financial Management Committee was briefed by memorandum regarding this matter on January 22, 2024. <https://cityofdallas.legistar.com/View.ashx?M=F&ID=12606939&GUID=CFCF891E-ADBE-4A6D-8724-2D9612340E33>](https://cityofdallas.legistar.com/View.ashx?M=F&ID=12606939&GUID=CFCF891E-ADBE-4A6D-8724-2D9612340E33)

On January 24, 2024, the City Council approved a resolution authorizing the preparation of plans and the payment of potential future costs and expenses for the issuances of General Obligation Refunding Bonds, Series 2024A in an amount not to exceed \$55,000,000.00; General Obligation Refunding and Improvement Bonds, Series 2024B in an amount not to exceed \$410,000,000.00; and Combination Tax and Revenue Certificates of Obligation, Series 2024B in an amount not to exceed \$218,000,000.00, by Resolution No. 24-0166.

The Government Performance and Financial Management Committee will be briefed by memorandum regarding this matter on March 25, 2024.

**FISCAL INFORMATION**

Fund	FY 2024	FY 2025	Future Years
2024B Certificates of Obligation Fund	\$866,009.00	\$0.00	\$0.00

Attachment I provides an estimate of bond issuance costs for the proposed bonds and the M/WBE participation. Payment of fees and expenses is contingent upon the issuance and sale of the Combination Tax and Revenue Certificates of Obligation, Series 2024B.