

Water Series 2025A Revenue Bond Ordinance No. 250199

March 4, 2025

Prepared for:

Finance, Governance and Public Safety Committee



Purpose of the Ordinance

- Authorize the issuance of bonds
 - Water Revenue Bonds, Series 2025A
 - Not to exceed \$156.25 million
- Authorize execution of documents and actions necessary for the bond sale
- Estimate and appropriate additional bond proceeds
- Accelerated effective date

Background

Ordinance No. 250199

- April 2014 - voters approved \$500 million of Water Revenue Bond Authority
 - **\$160.6 million remaining authority**
- Ordinance No. 241007
 - Estimated and **Appropriated \$153.9 million** in water revenue bond proceeds
 - **Passed December 5, 2024**
- Series 2025A Bonds
 - **Finance \$153.9 million** of waterworks capital projects.
 - Estimated **debt service**
 - Approximately **\$10.7 million** per year for **25 years** (beginning in FY26)
- **Repayment Source**
 - Net revenues of the **waterworks system**

Transaction Professionals

- Co-bond & Co-Disclosure Counsel
 - Gilmore & Bell, PC
 - Hardwick Law Firm, LLC (certified M/WBE)
- Financial Advisors
 - Hilltop Securities, Inc.
 - Independent Public Advisors, LLC (certified M/WBE)

Underwriting Syndicate

- Morgan Stanley & Co. LLC. – Senior Manager
- Huntington Securities, Inc.
- Truist Securities, Inc.
- UMB Bank, N.A.
- Valdes & Moreno, Inc. (certified M/DBE)

Calendar

*Request for advance

Event	Water 2025A
Credit Rating Calls	Week of February 17
Bond Ordinances Effective*	March 7
Pricing	March 27
Closing	April 10

Questions

Water Capital Projects (2025A Bond)

<u>Project Name</u>	<u>Project Type</u>	<u>Contract Type</u>	<u>Amount</u>	<u>Useful Life (Years)</u>
Laboratory Remodel and Building Improvements	Facilities	Construction	\$ 33,000,000	30
Water Main Replacements (Construction)	Distribution	Construction	\$ 10,742,277	100
Transmission Main along NE Shoal Creek Pkwy from I-435 to HWY 152	Transmission	Construction	\$ 10,600,000	100
Water Facilities Heating Ventilation and Air Conditioning Rehabilitation (Operations)	Facilities	Construction	\$ 2,818,930	25
Water Treatment Plant Service Piping Replacement	Facilities	Construction	\$ 1,700,000	25
Water Main Replacements (Design)	Distribution	Design	\$ 9,400,000	100
Water Main Replacements (Construction)	Distribution	Construction	\$ 78,032,958	100
Pump Station Rehabilitation	Facilities	Design Build	\$ 5,000,000	25
Supervisory Control and Data Acquisition Control Room Renovation and Operations Relocation	Facilities	Construction	\$ 2,600,000	25
Total Water Bonded Projects			\$153,894,165	

Water Capital Projects Description

- Water Main Replacements
 - Replacement of failing and high-risk water mains in specific areas throughout the city.
- Laboratory Remodel and Building Improvements
 - Necessary upgrades and expansion for Water Services Laboratory building in order to serve the regulatory testing needs of the Water Utility.
- Pump Station Rehabilitation
 - Pump, Piping, Structural, and Electrical rehabilitation at water pump stations.
- NE Shoal Creek Parkway Transmission Main
 - Replacement and upsizing of the NE Shoal Creek Pkwy transmission main to serve the Shoal Creek Pump Station.

Water Capital Projects Description

- Supervisory Control and Data Acquisition Control Room Renovation and Operations Relocation
 - Expansion of the Control Building to accommodate operations staff and selected maintenance staff away from chemical storage.
- Water Facilities Heating Ventilation and Air Conditioning Rehabilitation
 - Replacing out of service and obsolete heating, ventilation, and air condition systems and installing new systems in areas to improve working conditions and asset lifespans.
- Water Treatment Plant Service Piping Replacement
 - Replacing the existing process water line supporting treatment process at the Briarcliff Water Treatment Plant.