

# City of McKinney, Texas

Financial Services  
Mark Holloway



## 2019 Bond Election

- Bond election received strong community support
- \$350M bond authorization passed on 5/5/2019
  - \$100M Streets Improvements – 72%
  - \$75M Public Safety Facility – 65%
  - \$91M Parks and Recreational Facilities – 63%
  - \$34M Public Works Facility – 63%
  - \$50M New Municipal Complex – 56%



## Debt Sale – Parameters Authorization

- Council to designate the City Manager, Chief Financial Officer and the Director of Finance as pricing officers to execute the transaction of issuing debt
- Pricing officers will go to market at a future date
- Because of market volatility, the Council is authorizing the pricing officers to transact at designated not to exceed levels



# General Obligation Summary

## ▪ New Money

2010 Voter Authorized-Drainage	\$ 1,320,000
2015 Voter Authorized-Streets	31,400,000
2015 Voter Authorized-Public Safety	1,000,000
2019 Voter Authorized-Muni Facilities	3,000,000
2019 Voter Authorized-Public Works	5,000,000
<b>Total GO Bonds to be Issued</b>	<b>\$ 41,720,000</b>

- 20 year amortization
- Conservative level debt service

## ▪ Future Plans

- \$32 million for Streets, Parks, Public Safety, & Facilities in FY20-FY21
- \$83 million for Streets, Parks, Public Safety, & Facilities in FY21-FY22

## ▪ Refunding

General Obligation Bonds, Series 2009	
Maturities: 2020-2029	\$ 5,490,000
Tax and Limited Pledge	
Waterworks and Sewer System Revenue	
Certificates of Obligation, Series 2009	
Maturities: 2020-2029	11,485,000
<b>Total GO Bonds to be Refunded</b>	<b>\$ 16,975,000</b>

- Level Savings Structure
- Approximately 12-15% savings targeted



## Water & Sewer Summary

- New Money \$36,085,000

Water Utility Relocations	\$ 10,535,000
New Water Mains	\$ 7,135,000
Water Main Improvements	\$ 2,000,000
Pump Station Improvements	\$ 1,415,000
Service Line Replacements	\$ 300,000
New Wastewater Mains	\$ 5,800,000
Wastewater Main Improvements	\$ 3,600,000
Lift Station Improvements	\$ 3,200,000
Wastewater Utility Relocations	\$ 2,100,000

- Future Plans
  - Approximately \$40,515,000 in FY20



## Timetable

- July 15 Rating Conference Calls
- July 16 Council Action (Parameters)
- **July 23 Ratings Received**
- July 30 Print/Post POS
- August 13 Negotiated Bond Sale
- September 10 Closing

