



# CITY OF MCKINNEY, TEXAS

## Legislation Text

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**File #:** 21-0474, **Version:** 1

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Consider/Discuss/Act on an Ordinance Authorizing the Issuance of “City of McKinney, Texas, General Obligation Bonds, Taxable Series 2021C”, and Delegating Matters Relating to the Sale and Issuance of Said Bonds to an Authorized City Official(s)

**COUNCIL GOAL:** Financially Sound Government  
4A: Provide funding and organizational framework to ensure continual economic improvements

**MEETING DATE:** June 01, 2021

**DEPARTMENT:** Financial Services

**CONTACT:** Mark Holloway, Chief Financial Officer

**RECOMMENDED CITY COUNCIL ACTION:**

- Approval of Ordinance

**ITEM SUMMARY:**

- The City is issuing new General Obligation Bonds in the amount of \$38,500,000 for the following projects from the 2019 voter authorization
- The issuance was previously authorized on May 4, 2021 as a tax-exempt issuance but project circumstances require the issuance to be taxable
- The current interest rate for the bonds ranges shall not exceed 3.5% per annum.
- Additionally, approval of this ordinance will designate the City Manager, Chief Financial Officer and Director of Finance as Pricing Officers to execute the transaction. This will enable pricing of the bonds at such time as the market conditions are most favorable.

**BACKGROUND INFORMATION:**

- Continuing growth drives the need for major capital improvements.
- Applications were made to both Standard and Poor’s (S&P) and Moody’s Investors Services, Inc. (Moody’s) to review the bond rating.

**FINANCIAL SUMMARY:**

- Total not to exceed amount for new issues is \$38,500,000

**BOARD OR COMMISSION RECOMMENDATION:**

- N/A