

CITY OF HUNTSVILLE, TEXAS
Russell Humphrey, Mayor

Jon Strong, Ward 4, Chairman
Karen Denman, At-Large Position 2



Vicki McKenzie, At-Large Position 3
Pat Graham, At-Large Position 4

CITY COUNCIL FINANCE COMMITTEE AGENDA
TUESDAY, AUGUST 4, 2026, 9:00 AM

Huntsville City Hall, 1212 Avenue M, Huntsville, Texas, 77340

Persons with disabilities who plan to attend this meeting and may need auxiliary aids or services are requested to contact the City Secretary's office (936.291.5413) two working days prior to the meeting for appropriate arrangements.

1 CALL TO ORDER

2 DISCUSSION/CONSIDERATION

The Finance Committee will hear presentations, discuss, and may consider recommendations to the City Council on the following items.

- a** Approve minutes of the July 21st Finance Committee meeting
Lance Hall, Finance Director
- b** Consider a recommendation to the City Council for the expenditure of funds to replace police vehicle 551-2303 using insurance money received from the Texas Municipal League (TML), the City of Huntsville vehicle replacement fund, and the Huntsville Police Department seizure fund.
James Barnes, Assistant Chief of Police
- c** Budget Amendment
Lance Hall, Finance Director
- d** Consider a recommendation to City Council to issue \$37 Million in revenue bonds for Wastewater projects
Lance Hall, Finance Director
- e** City Service Center and City Hall financial update
Lance Hall, Finance Director

3 ADJOURNMENT

CERTIFICATE

I do hereby certify that the above notice was posted on the City Hall bulletin board, a place convenient and readily accessible to the general public at all times, and to the City's website, www.HuntsvilleTX.gov, in compliance with Chapter 551, Texas Government Code.

DATE OF POSTING: July 29, 2026

TIME OF POSTING: 1:00 p.m.

Sharon Schultz

Sharon Schultz, Deputy City Secretary

TAKEN DOWN:



CITY COUNCIL FINANCE COMMITTEE AGENDA

8/4/2026

Agenda Item Number: 2.a.

Agenda Item: Approve minutes of the July 21st Finance Committee meeting

Initiating Department/Presenter: Finance

Presenter:
Lance Hall, Finance Director

Discussion: Approve minutes of the July 21,2026 Finance Committee meeting

Financial Implications:

Associated Information:

1. Fin Comm Minutes 07.21.2026

Finance Committee Minutes

July 21, 2026

Members' Present: Jon Strong, Karen Denman, Pat Graham

Staff Present: Scott Swigert, Kristy Doll, Robby Chapman, Ricardo Villagrand, Brian Beasley, Lance Hall, Marcy Metz, Laurie O'Brien, Kimberly Kembro, Christina Bodin-Turner, Layne Yeager, Olivia Discon, Kathlie Jeng-Bulloch, Jim Barnes, Ken Foulch.

The agenda items discussed were:

- Approved the minutes of the July 7th meeting. Motion -Karen Denman; second Pat Graham. All approved the item.
- Consider recommending City Council approve the Quarterly Investment report for the Second Quarter ending 06/30/2026 - Motion -Karen Denman; Second; Pat Graham. All approved the item.
- Consider recommending the City Council accept the Monthly Financial Report for the month of June 2026. - Motion -Karen Denman; Second; Pat Graham. All approved the item.
- Consider recommending to the full City Council the FY 2026 COPS Hiring Program grant application and associated local funding commitment. Motion -Karen Denman; Second; Pat Graham. All approved the item.
- Consider recommending to the full council to authorize the City Manager to enter into a Professional Services Agreement with 5engineering for the FY 25-26 CIP Project # 26-10-04 University Ave. Water Line Replacement and Project # 26-10-09 Elkins Lake Lift Station #3 Upgrade and Replacement. Motion -Karen Denman; Second; Pat Graham. All approved the item.
- Consider recommending to the full council to authorize the City Manager to approve an annual supply agreement for water meters, software, and associated supply items. Motion -Karen Denman; Second; Pat Graham. All approved the item.
- Consider recommending to the full council to authorize the City Manager to enter into Professional Services Agreement with Enprotec Hibbs & Todd (eHT) for FY 25-26 CIP Project # 26-10-05 Ave. Q Water Line Replacement and Project # 26-10-10 Ross Street Sewer Line crossing Town Creek. Motion -Karen Denman; Second; Pat Graham. All approved the item.

- Consider recommending the full council authorize the City Manager to approve an annual purchase order for assorted road and drainage materials from various vendors. Motion -Karen Denman; Second; Pat Graham. All approved the item
- Consider recommending to the full City Council to authorize City Manager to enter into a Professional Services Agreement with Strand Associates, Inc. for the FY 25-26 CIP Project # 26-10-01 Water Line Replacement and Project # 26-10-07 Elkins Lake Lift Station #2 with 1,500 linear feet of Force Main Replacement. Motion -Karen Denman; Second; Pat Graham. All approved the item



CITY COUNCIL FINANCE COMMITTEE AGENDA

8/4/2026

Agenda Item Number: 2.b.

Agenda Item: Consider a recommendation to the City Council for the expenditure of funds to replace police vehicle 551-2303 using insurance money received from the Texas Municipal League (TML), the City of Huntsville vehicle replacement fund, and the Huntsville Police Department seizure fund.

Initiating Department/Presenter: Police Department

Presenter:

James Barnes, Assistant Chief of Police

Discussion: Discuss the use of Texas Municipal League insurance funds to replace City of Huntsville Police Patrol Vehicle 551-2303, which was totaled in an accident. \$24,712.50 in TML insurance payments and \$25,545.75 from the City of Huntsville vehicle replacement fund, for a total of \$50,258.25 to replace the vehicle. \$22,187.73 in TML Insurance payments, \$2454.25 from the vehicle replacement fund, and \$15,850.72 from the Huntsville Police Department Seizure account, for a total of \$40,492.70 to replace necessary equipment and accessories for the patrol vehicle.

Financial Implications:

Associated Information:



CITY COUNCIL FINANCE COMMITTEE AGENDA

8/4/2026

Agenda Item Number: 2.c.

Agenda Item: Budget Amendment

Initiating Department/Presenter: Finance

Presenter:
Lance Hall, Finance Director

Discussion: Discussion and possible action on proposed Budget Amendment(s).

Financial Implications:

Associated Information:

1. BA Patrol Unit 2303 for CC

Budget Amendments FY 25-26 Finance and City Council - August 4, 2026
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Exhibit A

Increase: Capital Equipment Fund - Motor Vehicles	\$ 52,712
Increase: General Fund -Police Services-Capital Equipment	\$ 22,187
Decrease: Capital Equipment Fund - Reserves	\$ 52,712
Decrease: General Fund Mis. Revenues	\$ 22,187

Explanation:	Patrol Unit # 2303 was involved in a motor vehicle accident and the Patrol Unit was deemed a total loss thus , our Insurance carrier, TML provided the settlement funds: \$24,712.51 for the vehicle and \$22,187.73 for the units accessories. The remainder of the funds to purchase the unit are coming from the vehicle replacement schedule that was paid in for Unit # 2303.
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CITY COUNCIL FINANCE COMMITTEE AGENDA

8/4/2026

Agenda Item Number: 2.d.

Agenda Item: Consider a recommendation to City Council to issue \$37 Million in revenue bonds for Wastewater projects

Initiating Department/Presenter: Finance

Presenter:

Lance Hall, Finance Director

Discussion: Based on calculations by Hilltop, the interest cost is assumed to be about 5.00% for 30 years. The debt service is \$2.3 M. The cost to an average customer to pay for the debt service on that \$10M is about \$2 per month (a 5% increase for customers using 5,000 gallons). The \$2 is for each \$10M of debt issued; therefore, if the City issues \$37M in debt, it will be somewhere around \$7.4 per month to an average customer (3.7X \$2); this equates to about a 17% increase to a customer using 5,000 gallons(at current rates the bill on 5,000 gallons for sewer is \$41.44; to cover the debt service on \$35, the bill on 5,000 gallons would go to \$48.84

Financial Implications:

Associated Information:

1. Huntsville Rev Bds Series 26 Timetable
2. 26 Huntsville W&S Prelim 3.25.26
3. Finance Committee Workshop WW debt 08-04-26 (1)

City of Huntsville, Texas

Water and Wastewater System Revenue Bonds, Series 2026

Preliminary Schedule of Events

Apr-26						
S	M	T	W	T	F	S
			1	2	3	4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28	29	30		

May-26						
S	M	T	W	T	F	S
					1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30
31						

Jun-26						
S	M	T	W	T	F	S
	1	2	3	4	5	6
7	8	9	10	11	12	13
14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29	30				

Jul-26						
S	M	T	W	T	F	S
			1	2	3	4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28	29	30	31	

Completed By	Day	Event
3-Apr-26	Friday	Draft Official Statement distributed to the working group
10-Apr-26	Friday	HilltopSecurities receives comments on Official Statement
13-Apr-26	Monday	Distribute POS to Rating Agency
Week of April 20th - 24nd		Rating Meetings
8-May-26	Friday	Receive Rating
11-May-26	Monday	Electronically mail Official Statement to Potential Purchasers
19-May-26	Tuesday	Pricing
19-May-26	Tuesday	City Council passes Ordinance authorizing issuance of the Bonds
18-Jun-26	Thursday	Bond Closing and Delivery of Funds to the City

SOURCES AND USES OF FUNDS

City of Huntsville, TX
Water and Waterworks System Revenue Bonds, Series 2026
Assumes Interest Rates as of 3/25/26
Preliminary; For Illustration Purposes Only

Dated Date	06/18/2026
Delivery Date	06/18/2026

Sources:

Bond Proceeds:	
Par Amount	34,105,000.00
Net Premium	1,335,388.15
	35,440,388.15

Uses:

Project Fund Deposits:	
Project Fund	35,000,000.00
 Delivery Date Expenses:	
Cost of Issuance	201,653.15
Underwriter's Discount	238,735.00
	440,388.15
	35,440,388.15

BOND DEBT SERVICE

**City of Huntsville, TX
Water and Waterworks System Revenue Bonds, Series 2026
Assumes Interest Rates as of 3/25/26
Preliminary; For Illustration Purposes Only**

Period Ending	Principal	Coupon	Interest	Debt Service
09/30/2027	260,000	5.000%	1,969,123.23	2,229,123.23
09/30/2028	540,000	5.000%	1,686,962.50	2,226,962.50
09/30/2029	570,000	5.000%	1,659,962.50	2,229,962.50
09/30/2030	600,000	5.000%	1,631,462.50	2,231,462.50
09/30/2031	625,000	5.000%	1,601,462.50	2,226,462.50
09/30/2032	660,000	5.000%	1,570,212.50	2,230,212.50
09/30/2033	690,000	5.000%	1,537,212.50	2,227,212.50
09/30/2034	725,000	5.000%	1,502,712.50	2,227,712.50
09/30/2035	760,000	5.000%	1,466,462.50	2,226,462.50
09/30/2036	800,000	5.000%	1,428,462.50	2,228,462.50
09/30/2037	840,000	5.000%	1,388,462.50	2,228,462.50
09/30/2038	880,000	5.000%	1,346,462.50	2,226,462.50
09/30/2039	925,000	5.000%	1,302,462.50	2,227,462.50
09/30/2040	975,000	5.000%	1,256,212.50	2,231,212.50
09/30/2041	1,020,000	5.000%	1,207,462.50	2,227,462.50
09/30/2042	1,070,000	5.000%	1,156,462.50	2,226,462.50
09/30/2043	1,125,000	5.000%	1,102,962.50	2,227,962.50
09/30/2044	1,180,000	5.000%	1,046,712.50	2,226,712.50
09/30/2045	1,240,000	5.000%	987,712.50	2,227,712.50
09/30/2046	1,305,000	5.000%	925,712.50	2,230,712.50
09/30/2047	1,370,000	5.250%	860,462.50	2,230,462.50
09/30/2048	1,440,000	5.250%	788,537.50	2,228,537.50
09/30/2049	1,515,000	5.250%	712,937.50	2,227,937.50
09/30/2050	1,595,000	5.250%	633,400.00	2,228,400.00
09/30/2051	1,680,000	5.250%	549,662.50	2,229,662.50
09/30/2052	1,765,000	4.750%	461,462.50	2,226,462.50
09/30/2053	1,850,000	4.750%	377,625.00	2,227,625.00
09/30/2054	1,940,000	4.750%	289,750.00	2,229,750.00
09/30/2055	2,030,000	4.750%	197,600.00	2,227,600.00
09/30/2056	2,130,000	4.750%	101,175.00	2,231,175.00
	34,105,000		32,747,273.23	66,852,273.23

BOND DEBT SERVICE
City of Huntsville, TX
Water and Waterworks System Revenue Bonds, Series 2026
Assumes Interest Rates as of 3/25/26
Preliminary; For Illustration Purposes Only

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
02/15/2027			1,119,141.98	1,119,141.98	
08/15/2027	260,000	5.000%	849,981.25	1,109,981.25	
09/30/2027					2,229,123.23
02/15/2028			843,481.25	843,481.25	
08/15/2028	540,000	5.000%	843,481.25	1,383,481.25	
09/30/2028					2,226,962.50
02/15/2029			829,981.25	829,981.25	
08/15/2029	570,000	5.000%	829,981.25	1,399,981.25	
09/30/2029					2,229,962.50
02/15/2030			815,731.25	815,731.25	
08/15/2030	600,000	5.000%	815,731.25	1,415,731.25	
09/30/2030					2,231,462.50
02/15/2031			800,731.25	800,731.25	
08/15/2031	625,000	5.000%	800,731.25	1,425,731.25	
09/30/2031					2,226,462.50
02/15/2032			785,106.25	785,106.25	
08/15/2032	660,000	5.000%	785,106.25	1,445,106.25	
09/30/2032					2,230,212.50
02/15/2033			768,606.25	768,606.25	
08/15/2033	690,000	5.000%	768,606.25	1,458,606.25	
09/30/2033					2,227,212.50
02/15/2034			751,356.25	751,356.25	
08/15/2034	725,000	5.000%	751,356.25	1,476,356.25	
09/30/2034					2,227,712.50
02/15/2035			733,231.25	733,231.25	
08/15/2035	760,000	5.000%	733,231.25	1,493,231.25	
09/30/2035					2,226,462.50
02/15/2036			714,231.25	714,231.25	
08/15/2036	800,000	5.000%	714,231.25	1,514,231.25	
09/30/2036					2,228,462.50
02/15/2037			694,231.25	694,231.25	
08/15/2037	840,000	5.000%	694,231.25	1,534,231.25	
09/30/2037					2,228,462.50
02/15/2038			673,231.25	673,231.25	
08/15/2038	880,000	5.000%	673,231.25	1,553,231.25	
09/30/2038					2,226,462.50
02/15/2039			651,231.25	651,231.25	
08/15/2039	925,000	5.000%	651,231.25	1,576,231.25	
09/30/2039					2,227,462.50
02/15/2040			628,106.25	628,106.25	
08/15/2040	975,000	5.000%	628,106.25	1,603,106.25	
09/30/2040					2,231,212.50
02/15/2041			603,731.25	603,731.25	
08/15/2041	1,020,000	5.000%	603,731.25	1,623,731.25	
09/30/2041					2,227,462.50
02/15/2042			578,231.25	578,231.25	
08/15/2042	1,070,000	5.000%	578,231.25	1,648,231.25	
09/30/2042					2,226,462.50
02/15/2043			551,481.25	551,481.25	
08/15/2043	1,125,000	5.000%	551,481.25	1,676,481.25	
09/30/2043					2,227,962.50
02/15/2044			523,356.25	523,356.25	
08/15/2044	1,180,000	5.000%	523,356.25	1,703,356.25	
09/30/2044					2,226,712.50
02/15/2045			493,856.25	493,856.25	
08/15/2045	1,240,000	5.000%	493,856.25	1,733,856.25	
09/30/2045					2,227,712.50
02/15/2046			462,856.25	462,856.25	
08/15/2046	1,305,000	5.000%	462,856.25	1,767,856.25	
09/30/2046					2,230,712.50
02/15/2047			430,231.25	430,231.25	
08/15/2047	1,370,000	5.250%	430,231.25	1,800,231.25	
09/30/2047					2,230,462.50
02/15/2048			394,268.75	394,268.75	
08/15/2048	1,440,000	5.250%	394,268.75	1,834,268.75	
09/30/2048					2,228,537.50
02/15/2049			356,468.75	356,468.75	
08/15/2049	1,515,000	5.250%	356,468.75	1,871,468.75	
09/30/2049					2,227,937.50
02/15/2050			316,700.00	316,700.00	
08/15/2050	1,595,000	5.250%	316,700.00	1,911,700.00	
09/30/2050					2,228,400.00
02/15/2051			274,831.25	274,831.25	
08/15/2051	1,680,000	5.250%	274,831.25	1,954,831.25	
09/30/2051					2,229,662.50
02/15/2052			230,731.25	230,731.25	
08/15/2052	1,765,000	4.750%	230,731.25	1,995,731.25	
09/30/2052					2,226,462.50
02/15/2053			188,812.50	188,812.50	
08/15/2053	1,850,000	4.750%	188,812.50	2,038,812.50	

BOND DEBT SERVICE
City of Huntsville, TX
Water and Waterworks System Revenue Bonds, Series 2026
Assumes Interest Rates as of 3/25/26
Preliminary; For Illustration Purposes Only

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
09/30/2053					2,227,625.00
02/15/2054			144,875.00	144,875.00	
08/15/2054	1,940,000	4.750%	144,875.00	2,084,875.00	
09/30/2054					2,229,750.00
02/15/2055			98,800.00	98,800.00	
08/15/2055	2,030,000	4.750%	98,800.00	2,128,800.00	
09/30/2055					2,227,600.00
02/15/2056			50,587.50	50,587.50	
08/15/2056	2,130,000	4.750%	50,587.50	2,180,587.50	
09/30/2056					2,231,175.00
	34,105,000		32,747,273.23	66,852,273.23	66,852,273.23

BOND PRICING

City of Huntsville, TX
Water and Waterworks System Revenue Bonds, Series 2026
Assumes Interest Rates as of 3/25/26
Preliminary; For Illustration Purposes Only

Bond Component	Maturity Date	Amount	Rate	Yield	Price	Yield to Maturity	Call Date	Call Price	Premium (-Discount)
Bond Component:									
	08/15/2027	260,000	5.000%	2.560%	102.763				7,183.80
	08/15/2028	540,000	5.000%	2.610%	104.980				26,892.00
	08/15/2029	570,000	5.000%	2.700%	106.914				39,409.80
	08/15/2030	600,000	5.000%	2.810%	108.534				51,204.00
	08/15/2031	625,000	5.000%	2.930%	109.839				61,493.75
	08/15/2032	660,000	5.000%	3.090%	110.632				70,171.20
	08/15/2033	690,000	5.000%	3.170%	111.633				80,267.70
	08/15/2034	725,000	5.000%	3.310%	111.992				86,942.00
	08/15/2035	760,000	5.000%	3.450%	112.078				91,792.80
	08/15/2036	800,000	5.000%	3.560%	111.165 C	3.673%	08/15/2035	100.000	89,320.00
	08/15/2037	840,000	5.000%	3.640%	110.506 C	3.833%	08/15/2035	100.000	88,250.40
	08/15/2038	880,000	5.000%	3.770%	109.446 C	4.010%	08/15/2035	100.000	83,124.80
	08/15/2039	925,000	5.000%	3.880%	108.558 C	4.149%	08/15/2035	100.000	79,161.50
	08/15/2040	975,000	5.000%	3.920%	108.238 C	4.221%	08/15/2035	100.000	80,320.50
	08/15/2041	1,020,000	5.000%	4.000%	107.600 C	4.311%	08/15/2035	100.000	77,520.00
	08/15/2042	1,070,000	5.000%	4.080%	106.966 C	4.393%	08/15/2035	100.000	74,536.20
	08/15/2043	1,125,000	5.000%	4.180%	106.181 C	4.479%	08/15/2035	100.000	69,536.25
	08/15/2044	1,180,000	5.000%	4.300%	105.247 C	4.571%	08/15/2035	100.000	61,914.60
	08/15/2045	1,240,000	5.000%	4.430%	104.247 C	4.662%	08/15/2035	100.000	52,662.80
	08/15/2046	1,305,000	5.000%	4.550%	103.333 C	4.741%	08/15/2035	100.000	43,495.65
		<u>16,790,000</u>							<u>1,315,199.75</u>
Term Bond:									
	08/15/2047	1,370,000	5.250%	4.750%	103.671 C	4.992%	08/15/2035	100.000	50,292.70
	08/15/2048	1,440,000	5.250%	4.750%	103.671 C	4.992%	08/15/2035	100.000	52,862.40
	08/15/2049	1,515,000	5.250%	4.750%	103.671 C	4.992%	08/15/2035	100.000	55,615.65
	08/15/2050	1,595,000	5.250%	4.750%	103.671 C	4.992%	08/15/2035	100.000	58,552.45
	08/15/2051	<u>1,680,000</u>	5.250%	4.750%	103.671 C	4.992%	08/15/2035	100.000	<u>61,672.80</u>
		<u>7,600,000</u>							<u>278,996.00</u>
Term Bond #2:									
	08/15/2052	1,765,000	4.750%	4.920%	97.336				-47,019.60
	08/15/2053	1,850,000	4.750%	4.920%	97.336				-49,284.00
	08/15/2054	1,940,000	4.750%	4.920%	97.336				-51,681.60
	08/15/2055	2,030,000	4.750%	4.920%	97.336				-54,079.20
	08/15/2056	<u>2,130,000</u>	4.750%	4.920%	97.336				<u>-56,743.20</u>
		<u>9,715,000</u>							<u>-258,807.60</u>
		<u>34,105,000</u>							<u>1,335,388.15</u>

Dated Date	06/18/2026	
Delivery Date	06/18/2026	
First Coupon	02/15/2027	
Par Amount	34,105,000.00	
Premium	1,335,388.15	
Production	35,440,388.15	103.915520%
Underwriter's Discount	-238,735.00	-0.700000%
Purchase Price	35,201,653.15	103.215520%
Accrued Interest		
Net Proceeds	35,201,653.15	

BOND SUMMARY STATISTICS

City of Huntsville, TX
Water and Waterworks System Revenue Bonds, Series 2026
Assumes Interest Rates as of 3/25/26
Preliminary; For Illustration Purposes Only

Dated Date	06/18/2026
Delivery Date	06/18/2026
First Coupon	02/15/2027
Last Maturity	08/15/2056
Arbitrage Yield	4.507628%
True Interest Cost (TIC)	4.702671%
Net Interest Cost (NIC)	4.796784%
All-In TIC	4.751272%
Average Coupon	4.962987%
Average Life (years)	19.347
Weighted Average Maturity (years)	19.016
Duration of Issue (years)	12.117
Par Amount	34,105,000.00
Bond Proceeds	35,440,388.15
Total Interest	32,747,273.23
Net Interest	31,650,620.08
Bond Years from Dated Date	659,829,958.33
Bond Years from Delivery Date	659,829,958.33
Total Debt Service	66,852,273.23
Maximum Annual Debt Service	2,231,462.50
Average Annual Debt Service	2,216,709.81
Underwriter's Fees (per \$1000)	
Average Takedown	
Other Fee	7.000000
Total Underwriter's Discount	7.000000
Bid Price	103.215520

Bond Component	Par Value	Price	Average Coupon	Average Life	Average Maturity Date	Duration	PV of 1 bp change
Bond Component	16,790,000.00	107.833	5.000%	12.423	11/19/2038	9.244	11,895.40
Term Bond	7,600,000.00	103.671	5.250%	23.260	09/20/2049	13.861	5,700.00
Term Bond #2	9,715,000.00	97.336	4.750%	28.252	09/18/2054	15.651	14,863.95
	34,105,000.00			19.347			32,459.35

	TIC	All-In TIC	Arbitrage Yield
Par Value	34,105,000.00	34,105,000.00	34,105,000.00
+ Accrued Interest			
+ Premium (Discount)	1,335,388.15	1,335,388.15	1,335,388.15
- Underwriter's Discount	-238,735.00	-238,735.00	
- Cost of Issuance Expense		-201,653.15	
- Other Amounts			
Target Value	35,201,653.15	35,000,000.00	35,440,388.15
Target Date	06/18/2026	06/18/2026	06/18/2026
Yield	4.702671%	4.751272%	4.507628%

Finance Committee Presentation 08/04/2026 Wastewater Debt Issuance



Summary

Bond Issue Needed for Wastewater Projects with Costs (Engineering and/or Construction) in FY 26-27 \$37,000,000 costs and bond proceeds needed

Based on “**estimated**” calculations by Hilltop with/ an assumption of an interest cost of about 5.00% for 30 years of debt service on each \$37M of debt issued, it is about \$2.3 M annually.

The cost to an average customer to cover debt service is about \$2.00 per month for each \$10M issued. Issuing \$37 M of debt will roughly be a \$7.4 increase on the monthly bill on 6,8000 water usage.

At current rates the wastewater/sewer portion of the utility bill on 6,8000 of water usage by a residential customer is \$58.92, the additional \$7.4 to cover debt service would increase bill to \$66.32

Wastewater Projects

Tanyard Creek Lift Station Force Main Construction \$220,000

Robinson Creek WWTP Rehab and Expansion \$1,300,000

Mcdonald Creek Lift Station Replacement \$1,544,000

AJ-09 Basin Replace 10" with 18" and 21" gravity Line \$950,000

Hithcin Post List Station and 5000' x 6" Force Main \$850,000

RC-05 Replacement of 10', 12" and 18" to @\$', 21" and 18" McGary Creek \$950,000

AJ-08 Basin Rehab \$300,000

NB Davidson WWTP Rehab Phase 1 \$24,500,000

Elkins Sewer Line Rehab \$4,300,000

AJ-10 Basin Rehab \$240,000

Replace 10-36" Sewer lines in AJ-10 Basin \$1,846,000

Debt Issue Timeline

- 21-Jul-26 Hilltop Securities begins preparation of the Official Statement
- 31-Jan-26 Draft Official Statement distributed to the working group
- 04-Aug-26 Presentation Finance Committee debt issues numbers and impact on WW rates
- Week of Aug 17-21st Ratings Meetings
- 18-Aug-26 Presentation to City Council on Debt Issue Numbers
- 02-Sept-26 Receive Ratings
- 04-Sept-26 Electronically mail official Statement to Potential Purchasers
- 15-Sept-26 Pricing
- **15-Sept-26 City Council passes Ordinance authorizing issuance of the Bonds**
- 15-Oct-26 Bond Closing and Delivery of Funds to the City



CITY COUNCIL FINANCE COMMITTEE AGENDA

8/4/2026

Agenda Item Number: 2.e.

Agenda Item: City Service Center and City Hall financial update

Initiating Department/Presenter: Finance

Presenter:

Lance Hall, Finance Director

Discussion: Several Council Members inquired about the current status of the Service Center and the New City Hall projects. The discussion will focus on the progress of these projects, including funding and the current budget and what is left .

Financial Implications:

Associated Information:

1. Service Center and City Hall Update

Funding for Service Center and City Hall

2020 Bond	\$ 20,000,000.00
2023 Bond	\$ 4,000,000.00
Approved in Budget-FY 19-20 Design/Engineering both buildings	\$ 2,000,000.00
Approved in Budget FY20-21 FFE for both buildings	\$ 1,293,000.00
BA-Approved 06-01-2021 Add lab and fuel Station Svc Ctr	\$ 700,000.00
BA-Approved 07-06-2021 Adding 3rd floor to CH 9,000 Sq Ft	\$ 4,600,000.00
BA-Approved 01-18-2022 Add due to higher bids Svc Ctr	\$ 2,181,292.00
BA-Approved 11-01-2022 Add due to higher bids CH	\$ 2,000,000.00
BA-Approved 10-02-2024 Interest Earned placed in account	\$ 1,620,000.00
BA-Approved 10-01-2024 Arbitrage added	\$ 604,895.00
BA-Approved 04-07-2026 Arbitrage added	\$ 886,631.00
Total Funding Service Center and City Hall	\$ 39,885,818.00

Service Center

	Budget	Expenses	Encumbrances	Balance
Geotechnical	\$ 84,565.00	\$ 83,243.25		\$ 1,321.75
Engineering	\$ 727,525.00	\$ 720,268.46		\$ 7,256.54
Construction	\$ 9,444,046.00	\$ 8,762,663.52		\$ 681,382.48
Legal	\$ 10,000.00	\$ 3,265.51		\$ 6,734.49
Furnishings	\$ 492,000.00	\$ 418,974.47		\$ 73,025.53
	\$ 10,758,136.00	\$ 9,988,415.21		
Amount Left over In Service Center				\$ 769,720.79

City Hall

Geotechnical	\$ 128,453.00	\$ 112,154.50	\$ 5,880.00	\$ 10,418.50
Engineering	\$ 1,974,760.00	\$ 1,728,121.00	\$ 3,550.00	\$ 243,089.00
Construction	\$ 24,055,677.00	\$ 22,760,874.98	\$ 1,277,970.15	\$ 16,831.87
Legal	\$ 10,000.00	\$ 5,890.53		\$ 4,109.47
Arbitrage	\$ 1,491,526.00	\$ 886,630.28		\$ 604,895.72
Furnishings	\$ 1,467,266.00	\$ 1,099,035.99	\$ 146,634.94	\$ 221,595.07
	\$ 29,127,682.00	\$ 26,592,707.28	\$ 1,434,035.09	
Amount Left over In City Hall				\$ 1,100,939.63
Amount Left over In City Hall Minus Arbitrage				\$ 496,043.91
Owners Contingency				\$ 255,703.00
Change order #1 -City IT took over AV				\$ 258,288.10
Amount Left Over City Hall				\$ 1,010,035.01