



Legislation Details (With Text)

File #: 16-0969 **Version:** 1 **Name:** SSH MUD #7 Refunding, Series 2016
Type: Agenda Item **Status:** Approved
File created: 4/13/2016 **In control:** City Council
On agenda: 4/26/2016 **Final action:** 4/26/2016
Title: Consider and take action on a resolution consenting to the sale and issuance of Unlimited Tax Refunding Bonds, Series 2016 for the South Shore Harbour Municipal Utility District Number 7 in an amount not to exceed \$4,000,000 (Assistant City Manager)

Sponsors:

Indexes:

Code sections:

Attachments: 1. Data Sheet, 2. Proposed Resolution, 3. SSHMUD 7 - Letter to League City Series 2016, 4. SSH MUD #7 Agreement, 5. SSH MUD 7 - Map

Date	Ver.	Action By	Action	Result
4/26/2016	1	City Council	Approved	Pass

Consider and take action on a resolution consenting to the sale and issuance of Unlimited Tax Refunding Bonds, Series 2016 for the South Shore Harbour Municipal Utility District Number 7 in an amount not to exceed \$4,000,000 (Assistant City Manager)

Approval of this item will authorize the South Shore Harbour Municipal Utility District Number 7 to issue refunding bonds that will save \$282,472 over the remaining term of the refunded bonds.

On March 1, 2016, the Board of the MUD authorized the District's consultants to proceed with the preparation of the various documents related to the issuance of a proposed refunding bond issue. To accomodate potential market fluctuations, the Board is requesting approval of the sale of Unlimited Tax Refunding Bonds, Series 2016 in an amount not to exceed \$4,000,000. The bond constitutes the second series of refunding bonds to be sold by the District.

The bonds are to be used to current refund a portion of the District's Unlimited Tax Bonds, Series 2006. The proposed bonds are structured with the same maturity schedule as the bonds being refunded (through Fiscal Year 2033), so there will be no extension of the debt. The financing, as projected on April 8, 2016, will provide a 6.78% in present value savings (\$218,867) and \$282,472 of gross savings, after all issuance costs. The District's 2015 Certified Taxable Assessed Valuation as provided by the Galveston Central Appraisal District is \$328,720,290, and their 2015 tax rate is \$0.49 per \$100 assessed valuation.

Under the terms of the Utility Agreement between the District and the City, bonds may be sold by the District only with the approval of the City Council. The terms and conditions of the bonds are in compliance with the Utility Agreement.

Attachments

1. Data Sheet
2. Proposed Resolution
3. Letter from RBC and refunding analysis
4. Utility Agreement (UA)
5. Map

FUNDING

{X } NOT APPLICABLE