

September 20, 2016

To: Mayor and City Council Members
From: Douglas G. Faseler
City Manager
Re: Issuance of Certificates of Obligation

As a continuation of the City Council's plan to make improvements to existing streets, and initiate major street reconstruction projects leveraging MPO funding whenever possible, the City Council included \$10,304,134 in the FY2017 budget for street projects. These projects include:

Heideke Street/Drainage System Project \$3,507,134
This project is partially funded by the MPO.

Hidalgo (Kingsbury to New Braunfels) \$ 632,000
Engineering for this project is currently underway.

Roosevelt Street (Austin to Woodlawn) \$ 231,000
Engineering for the utility portion of this project is currently underway.

Avenue C (Guadalupe to Belmarez) \$ 119,000

Avenue B (Guadalupe to Avenue D) \$ 119,000

North King Street (Seideman to Railroad Tracks) \$ 465,000

Rudeloff Road Phase I (SH 46 to Huber East of Softball Fields) \$ 845,000
This is for the engineering phase of this project, actual construction will be partially funded by the MPO funds.

In-house Street Rehabilitation Projects \$ 500,000

These projects total \$10,304,134; however City Council approved in the FY2017 Budget issuing \$8,800,000 in Certificates of Obligation to fund the projects with the remaining balance be funded by carry over funds from the FY2016 Street Project Funding.

At this meeting our financial advisors, Duane and Alan Westerman of SAMCO, will be present as we request approval to begin the issuance of \$8,800,000 in Certificates of Obligation. Proceeds would be received before the end of the calendar year. The major Tor MPO project is planned to be bid in early first quarter of 2017.

Cc. Susan Caddell
Joe Ramos
Rick Cortes