



Proposed Street Improvement Project and Bond Issuance

Workshop
June 29, 2016

Introduction

- Staff has estimated approximately \$12 million in Capital Infrastructure Improvement Projects for City Council consideration
- Scope of work includes
 - Mill and Overlay of various streets within the City
 - Re-construction of seven streets with new curbs and sidewalks
 - Streets not identified have received paving in the last 8 years and streets needing Utility improvements mandated by TCEQ
- The City is proposing to issue debt to fund these infrastructure improvements

Application Types

- Mill and Asphalt Overlay involves the milling of existing asphalt and the overlay of a new asphalt surface
- Street Reconstruction involves the complete removal and replacement of the asphalt and base materials as well as new sidewalks and curbs

Newly Paved



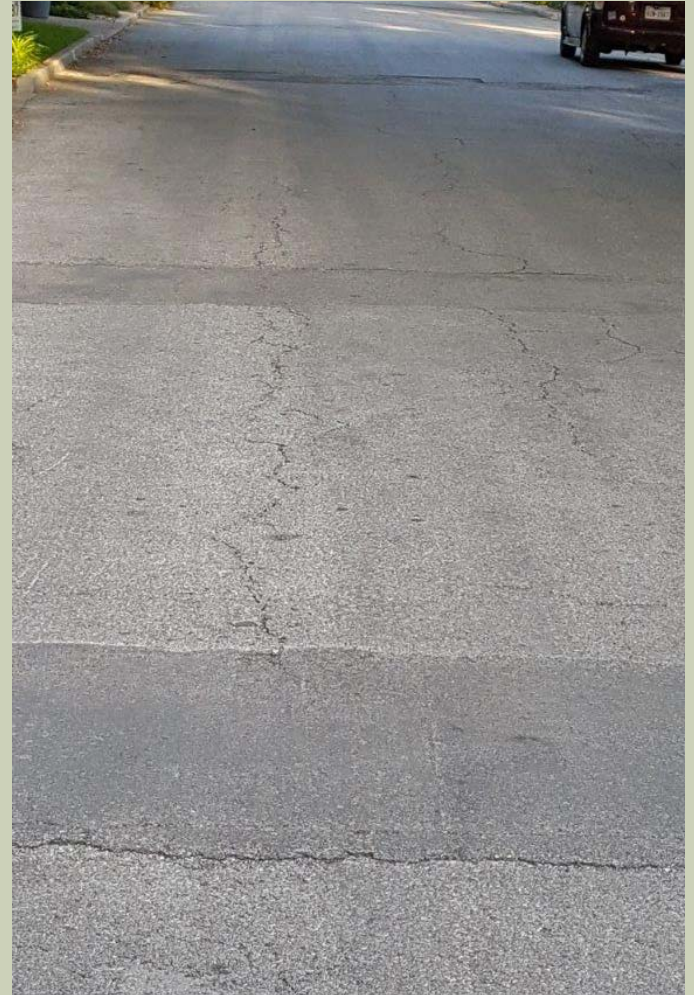
Full Reconstruction



Reconstruction will include new curbs and Sidewalks



Mill and Overlay – Curb to Curb



Wedge Mill – milling
of the curb edges
prior to asphalt
overlay of full street



Tax Rate Analysis

- Current Property Tax Rate
 - M&O Rate \$0.330762
 - I&S Rate \$0.059500
 - Total Rate \$0.390262
- With proposed bond issuance Property Tax Rate will not increase till 2018
 - Current I&S Rate \$0.059500
 - Estimated Increase \$0.041200
 - Total I&S Rate \$0.098300
- Then decrease in 2033
 - Decrease \$0.031900
 - Estimated I&S Rate \$0.065800

TOTAL DEBT SERVICE

	Original Issues	General Fund	Utility	Last Payment
*	2007 CO \$7.5 million (GF \$5.165 m and Utility \$2.335 m)	\$ 989,568	\$ 232,814	Aug 2017
	2012 GO \$6.3 million City Hall Building	\$ 7,065,597	-	Aug 2032
	2016 GO REFUNDING \$2.975 million	\$ 1,707,298	\$ 1,674,158	Aug 2027
	Total (Principal and Interest)	\$ 9,762,464	\$ 1,906,971	\$ 11,669,435
Note				
*	2007 Bonds were for General Fund and Utility Fund			
	New fire fighting and rescue apparatus			
	Repairs, extensions and improvements to water system			
	Repairs, extensions and improvements to sewer system			
	Construct street and sidewalk improvements and related pedestrian amenities			
	Fund storm water drainage master plan			
	Repair, modify and renovate various City facilities			
	Pay for professional services related to these projects and pay for cost of issuance			

Next Steps

- We can put this on the ballot for citizen consideration in November 2016
- Council must decide in August 2016 whether to move forward with the initiative