



City of Denton

City Hall
215 E. McKinney Street
Denton, Texas
www.cityofdenton.com

AGENDA INFORMATION SHEET

DEPARTMENT: Finance

ACM: Christine Taylor

DATE: May 5, 2026

SUBJECT

Consider adoption of an ordinance of the City of Denton, Texas directing the publication of Notice of Intention to issue \$82,000,000 in principal amount of Certificates of Obligation of the City of Denton for General Government and Solid Waste projects; and providing an effective date. The Public Utilities Board recommends approval (5-0).

BACKGROUND

The Board’s review of this item includes consideration of only Solid Waste capital projects.

This ordinance provides the Notice of Intention (NOI) to issue \$82,000,000 of Certificates of Obligation (CO) of the City of Denton for Solid Waste projects, as required by state law. The notice will be published once a week for two consecutive weeks in the Denton Record Chronicle, with the date of the first publication to be at least forty-six (46) days before the date tentatively set for the passage of the ordinance authorizing the issuance of the bonds. The notice will also be posted on the City’s website.

Staff recommends the sale of \$82,000,000 in COs for General Government and Solid Waste. Below is a list of recommended CO funded projects for FY 2025-26 CIP.

General Government Projects	Reimbursement Ordinance	Notice of Intent
Solid Waste Fleet Shop FF&E (Int. Svc. - Fleet)	\$ 500,000	\$ 500,000
End User Computing (Technology Services)	712,400	-
Radios & Modems (Tech Services)	1,900,430	1,900,430
Infrastructure Replacement (Tech Services)	1,745,527	1,745,527
Citywide Fiber Replacement (Tech Services)	1,875,000	1,875,000
Internal Service Total	\$ 6,733,357	\$ 6,020,957
Vehicle Replacement - General Fund (Motorpool)	\$ 5,564,000	\$ 5,564,000
Security Video Surveillance Upgrades (Facilities)	250,000	-
Facilities ADA Upgrades (Facilities)	1,900,000	1,900,000
Capital Replacements (Facilities)	4,000,000	4,000,000
Facility Condition Maintenance (Facilities)	4,000,000	4,000,000
Adjacency Remodels (Facilities)	50,000	-

	Reimbursement Ordinance	Notice of Intent
Parking Lot Replacements (Facilities)	1,825,000	1,825,000
Generator Project (Facilities)	100,000	-
Linda McNatt Animal Shelter (Facilities)	4,500,000	4,500,000
Fire Station 5 (Facilities)	400,000	400,000
Fire Station 6 (Facilities)	1,100,000	1,100,000
Briarcliff Park (Parks)	1,375,000	1,375,000
Traffic Signal Cabinets (Traffic)	208,000	-
Traffic Signal Design and Rebuilds (Traffic)	1,950,000	1,950,000
ADA Transition Plan Improvements (Transportation)	2,500,000	2,000,000
HSIP Projects (Transportation)	500,000	500,000
Road Safety Improvements (Transportation)	2,500,000	2,500,000
Ryan Road Widening (Streets)	1,000,000	1,000,000
Elm / Locust Phase 2 (Streets)	1,000,000	1,000,000
Neighborhood 2&6 (Streets)	6,500,000	6,500,000
Neighborhood 1B (Streets)	6,800,000	6,800,000
Bonnie Brae Phase 3 (Streets)	2,500,000	2,500,000
Westgate Drive Phase 2 (Streets)	3,875,473	3,875,473
Bonnie Brae Phase 6 (Drainage)	300,000	300,000
Westgate Drive Phase 2 (Drainage)	1,725,965	1,725,965
Elm / Locust Phase 2 (Drainage)	2,000,000	2,000,000
Westgate Drive Phase 1 (Drainage)	390,840	390,840
General Government Total	\$ 58,814,278	\$ 57,706,278
Solid Waste Projects		
Vehicles - Replacements	\$ 3,801,000	\$ 2,965,000
Vehicles - New Additions	448,000	448,000
Organics Program Infrastructure	14,000,000	14,000,000
Solid Waste Total	\$ 18,249,000	\$ 17,413,000
Total General Government & Solid Waste CO Notice of Intentions		\$ 81,140,235

The City sells bonds in accordance with the useful life of the asset that is being acquired. For example, vehicles are typically purchased with bond proceeds that will be repaid within five years. For the FY 2025-26 proposed debt issuance for General Government and Solid Waste COs: \$8,977,000 will be 5-year debt, \$1,900,430 will be 10-year debt and \$70,262,805 will be 20-year debt.

Concurrently with the sale of COs for General Government and Solid Waste, the City anticipates the sale of approximately \$44,223,000 in General Obligation Bonds (GO) to fund the 2023 Bond Program and approximately \$217,314,533, excluding pricing flexibility and capitalized interest, in COs for Water, Wastewater and Electric.

If approved by the City Council, staff will proceed with the publication of the Notice of Intention and will schedule the Bond Ordinance consideration and adoption for July 14, 2026. The bond ordinance will dictate the parameters of the bond sale. Under such an arrangement, staff will be permitted to execute the bond sale within six (6) months of July 14, 2026, provided certain interest rate parameters are met.

RECOMMENDATION

Staff recommends adoption of the ordinance.

PRIOR ACTION/REVIEW (Council, Boards, Commissions)

On October 21, 2025, the City Council adopted a reimbursement ordinance (Ord. No. 25-1624) authorizing the reimbursement of capital program expenditures of \$109,770,635 in GO and \$274,227,583 in CO funded projects for General Government, Solid Waste, Electric, Water and Wastewater.

FISCAL INFORMATION

The ordinance is for the authorization to publish the Notice of Intention to sell \$82,000,000 of Certificates of Obligation for General Government and Solid Waste projects. A notice is only required for Certificates of Obligation.

EXHIBITS

1. Agenda Information Sheet
2. Ordinance
3. Presentation

Respectfully submitted:
Matt Hamilton
Chief Financial Officer

Prepared by:
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Treasury Manager