



City of Denton

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

AGENDA INFORMATION SHEET

DEPARTMENT: Finance

ACM: Christine Taylor

DATE: July 14, 2026

SUBJECT

Consider adoption of an ordinance considering all matters incident and related to the issuance, sale and delivery of up to \$316,338,000 in principal amount of "City of Denton General Obligation refunding and improvement bonds, Series 2026"; authorizing the issuance of the bonds; delegating the authority to certain city officials to execute certain documents relating to the sale of the bonds; approving and authorizing instruments and procedures relating to said bonds; enacting other provisions relating to the subject; and providing an effective date. The Public Utilities Board recommends approval (6-0).

BACKGROUND

The General Obligation (GO) Bonds will be the third issuance for the 2023 Bond Election. In addition to this voter approved bond program, the City's Financial Advisors, Hilltop Securities identified potential refunding opportunities this year. This year's refunding intends to include Certificates of Obligation (CO) Series 2016 as well as the Utility System Revenue Bonds (USysRev) Series 2017. In addition, this ordinance includes the option to also include GO 2014-2016 Series and CO 2014-2015 Series in the refunding if market conditions change to produce positive savings and the net result meets the 1% parameter in the ordinance. The total outstanding amount for the intended refunding series is \$164,280,000 and the refunding includes General Fund, Solid Waste, Water, Wastewater and Electric debt. The projected savings is approximately \$14.281 million based on current market conditions.

The table below summarizes the 2026 GO issuance.

General Fund	\$ 44,223,000
Refunding (Including Utilities)	272,115,000
Estimated Issuance Costs*	-
	\$ 316,338,000

*Covered by CO estimate.

Since bond market conditions can change rapidly, staff is recommending the City Council approve a delegated parameters sale for the GOs. The parameters ordinance sets the following requirements in order to complete the sale of the GOs. By doing so, City staff will be authorized to execute the sale without additional approval.

- Maximum amount of sale is \$ 316,338,000
- Final stated maturity of February 15, 2046
- Maximum net effective interest rate of 5.000%

- Delegation authority ends January 14, 2027

Below is a listing of the GO funded projects:

2023 Bond Election Prop A Streets	\$18,125,000
2023 Bond Election Prop B Oakland & Detention	15,595,000
2023 Bond Election Prop B PEC 3 & 4 Drainage	10,000,000
2023 Bond Election Prop D Public Safety Public Art	503,000
2023 Bond Program Total	\$44,223,000

RECOMMENDATION

Staff recommends adoption of the ordinance.

PRIOR ACTION/REVIEW (Council, Boards, Commissions)

On October 21, 2025, the City Council adopted reimbursement ordinance (Ord. 25-1624) authorizing General Obligation Bonds and Certificates of Obligation funded projects in preparation of the 2026 Bond Sale.

On June 22, 2026, the Public Utilities Board recommended this item which includes Utilities refundings to the City Council for consideration.

EXHIBITS

1. Agenda Information Sheet
2. Draft Preliminary Official Statement 2026 Series
3. Draft Preliminary Official Statement 2026A Series
4. GO Ordinance
5. Presentation

Respectfully submitted:
Matt Hamilton
Chief Financial Officer

Prepared by:
Ranee Klingele
Treasury Manager