

**To the Mayor and Members of the City Council****January 6, 2026**

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SUBJECT: 2026 DEBT PLAN – BOND PRICING RESULTS**Executive Summary**

This Informal Report is to provide the Mayor and City Council with a summary of the final pricing results on tax notes and bonds issued in connection with the City's 2026 Debt Plan. The sale of \$23,165,000 Tax Notes, Series 2025B and \$60,205,000 General Purpose Refunding Bonds, Series 2025 were authorized by City Council on October 28, 2025.

Overview of Bond Sale Results

With the assistance of the City's Financial Advisor and Bond Counsel, the City took bids for each transaction on November 19, 2025. As the following bid results will demonstrate, the sales were a significant success as evidenced by the strong bidder interest and the final borrowing costs (as measured by the True Interest Cost or "TIC"). The City utilized separate competitive sale processes for each of the debt offerings.

Detailed Sale Results***\$23,165,000 Tax Notes, Series 2025B***

Following the August sale of \$60,070,000 of Series 2025 Tax Notes, staff recommended advancing the planned FY 2026 tax note issuance to November to address expedited capital needs, including critical Fire equipment and EMS ambulance replacements. The Series 2025B Tax Notes were priced on November 19, receiving a total of 13 bids in the competitive sale, with an average life of 3.964 years and a True Interest Cost of 2.7191%. The Tax Notes were sold at a premium, generating total proceeds of \$25,000,000 to fund the following projects:

Project Description	Amount
Fire Apparatus	\$14,361,000
Ambulance Purchase	5,804,000
Vehicle Equipment Replacement Fund	3,000,000
Pecan Valley Bridge Replacement	1,600,000
Cost of Issuance	235,000

Cabrera Capital Markets was the winning bidder for the tax notes.***\$60,205,000 General Purpose Refunding Bonds, Series 2025***

Taking advantage of the Federal Reserve's September and October 2025 interest rate cuts, the City issued \$60,205,000 of General Purpose Refunding Bonds to achieve debt service savings. The transaction received 15 competitive bids and was priced with an average life of 4.865 years and a True Interest Cost of 2.7507%. The refunding retired \$65,955,000 of outstanding bonds, producing net present value savings of \$3,338,234 (5.061% of refunded principal). The City will realize average annual debt service savings of approximately \$460,000 through FY 2035.

BOK Financial Securities was the winning bidder for the refunding bonds.

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The two sales received a combined total of 28 bids from 17 different firms, exceeding the City's summer sales of tax notes and general purpose bonds.

The table below depicts the winning bidder and the associated True Interest Cost for each of the November 19 sales:

Transaction	Winning Bid	True Interest Cost	Total Bids Received
Series 2025B Tax Notes	Cabrera Capital Markets	2.7191%	13
Series 2025 General Purpose Refunding Bonds	BOK Financial Securities	2.7507%	15

If you have any questions, please contact Reginald Zeno, Chief Financial Officer, at 817-392-8500 or Alex Laufer, Assistant Finance Director, at 817-392-2268.

**Jesus "Jay" Chapa
City Manager**