

City of Fort Worth, Texas

Mayor and Council Communication

DATE: 06/10/25 **M&C FILE NUMBER:** M&C 25-0510

LOG NAME: 13TRADITION MUD 1 SERIES 2025 UNLIMITED TAX UTILITY BONDS

SUBJECT

(ALL) Approve Tradition Municipal Utility District No. 1 of Denton County Proposal Seeking City Consent to Issue the District’s Unlimited Tax Utility Bonds, Series 2025, in an Amount Not to Exceed \$6,755,000.00

RECOMMENDATION:

It is recommended that the City Council consent to the issuance of the Tradition Municipal Utility District No. 1 Unlimited Tax Utility Bonds, Series 2025, in an amount not to exceed \$6,755,000.00.

DISCUSSION:

In compliance with the Amended Creation and Operation Agreement (the Agreement) between Tradition Municipal Utility District No. 1 of Denton County (the District) and the City, the District is requesting the City's consent for the District’s proposed issuance of its Unlimited Tax Utility Bonds, Series 2025 (the Bonds) in the aggregate principal amount not to exceed \$6,755,000.00. The District certifies that it is not in breach of the Agreement and is in compliance through providing notice of its intent to issue Series 2025 Utility Bonds. The District further certifies that it will comply with the bond requirements listed within the Agreement.

The District’s bond issue includes costs associated with the construction, engineering, surveying, and City of Fort Worth fees for the following: the District’s share of construction of Winding Meadows Drive and North Side III Offsite Waterline serving certain phases of developed residential property within the District, the costs of engineering, testing, and surveying associated therewith, and fees paid to the City. Additionally, proceeds from the Bonds will be used to pay developer interest, eighteen months of capitalized interest, and certain costs of issuance of the Bonds.

The financial advisor to the District has certified that the Bonds will be issued within the economic feasibility guidelines established by the Texas Commission on Environmental Quality.

Staff recommends consenting to the issuance of the District’s Unlimited Tax Utility Bonds, Series 2025, in an amount not to exceed \$6,755,000.00 in accordance with the Agreement.

A Form 1295 is not required because: This M&C does not request approval of a contract with a business entity.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that approval of this recommendation will have no material effect on City funds.

Submitted for City Manager's Office by: Reginald Zeno 8517

Originating Business Unit Head: Reginald Zeno 8517

Additional Information Contact: Anthony Rousseau 8338