

# Memorandum



CITY OF DALLAS

DATE April 9, 2021

TO Honorable Mayor and Members of the City Council

SUBJECT **Upcoming Agenda Item #40, Dallas Water Utilities (DWU) Bond Issuance**

On Wednesday, April 14, 2021, the City Council will consider agenda item #40, two ordinances authorizing the issuance and sale of City of Dallas, Texas Waterworks and Sewer System Revenue Bonds, Series 2021A, in the amount of \$22,000,000.00, and City of Dallas, Texas Waterworks and Sewer System Revenue Bonds, Series 2021B, in the amount of \$44,000,000.00, to the Texas Water Development Board; approving the execution of the agreements in connection with the sale of the bonds; and all other matters related thereto.

To properly manage DWU's infrastructure and maintain service delivery for our customers, DWU replaces and/or rehabilitates approximately 72 miles of small diameter water and wastewater pipelines annually. In an effort to reduce overall costs in replacing our pipeline assets, DWU receives low-cost financial assistance from the Texas Water Development Board (TWDB). This year represents the fourth year of a five-year commitment from the TWDB. This commitment will save DWU approximately \$920,000 per year in financing costs over the life of the 30-year loans. In order to receive the financial assistance by the May 31, 2021 TWDB deadline, Dallas City Council approval of the bond ordinances is necessary on April 14, 2021.

If you have any questions or concerns, please contact Terry Lowery, Director of Dallas Water Utilities, at [terry.lowery@dallascityhall.com](mailto:terry.lowery@dallascityhall.com).



Majed Al-Ghafry, PE  
Assistant City Manager

c: T.C. Broadnax, City Manager  
Chris Caso, City Attorney  
Mark Swann, City Auditor  
Biliera Johnson, City Secretary  
Preston Robinson, Administrative Judge  
Kimberly Bizer Tolbert, Chief of Staff to the City Manager  
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Jon Fortune, Assistant City Manager  
Joey Zapata, Assistant City Manager  
Dr. Eric A. Johnson, Chief of Economic Development and Neighborhood Services  
M. Elizabeth Reich, Chief Financial Officer  
M. Elizabeth (Liz) Cedillo-Pereira, Chief of Equity and Inclusion  
Directors and Assistant Directors