



# Transparency Stars

## DEBT OBLIGATIONS SUMMARY

Use of this form is optional, though all the information captured by this form is required for receipt of a Debt Obligations Transparency Star.

Entity Name: City of Pearland

Type of Entity: **City**

Most recently completed fiscal year for which data is available (MM/DD/YYYY-MM/DD/YYYY): \_

10/01/2018 – 09/30/2019

Total outstanding debt obligations for the most recently completed fiscal year:

**\$687,393,479**

Total tax-supported debt obligations for the most recently completed fiscal year:

**\$432,843,743**

Total tax-supported debt obligations expressed as per capita or per student amount for the most recently completed fiscal year:

**\$3,358**\_\_\_\_\_

Source and year for population or enrollment figures used in per capita or per student calculations (i.e., 2014 American Community Survey, 1-Year Estimates):

**2018 American Community Survey 5-year estimates**\_\_\_\_\_

Total revenue-supported debt obligations for the most recently completed fiscal year:

**\$253,807,539**

Total lease-purchase or lease-revenue obligations for the most recently completed fiscal year:

**\$847,197**

## DEBT OBLIGATIONS SUMMARY *(continued)*

Historical bond election information that includes date of election, purpose, amount(s) for the most recently completed fiscal year:

Election Date	Proposition Number	Purpose	Amount	Status (Approved or Defeated)
05/12/2007	No. 1	Road Project	\$84,190,000	Approved
05/12/2007	No. 2	Drainage Project	\$35,305,000	Approved
05/12/2007	No. 3	Fire Improvements	\$2,895,000	Approved
05/12/2007	No. 4	Parks & Recreation	\$19,990,000	Approved
05/12/2007	No. 5	Aquatic	\$16,225,000	Approved
05/12/2007	No. 6	Library	\$3,410,000	Approved
05/04/2019	Prop. A	Drainage	\$28,498,000	Approved
05/04/2019	Prop. B	Streets	\$34,816,000	Approved
05/04/2019	Prop. C	Parks	\$2,500,000	Approved
05/04/2019	Prop. D	Animal Services Shelter	\$12,875,000	Approved
05/04/2019	Prop. E	Fire Dept. Training Burn Building	\$1,300,000	Approved

Narrative: Summarize in the space provided your entity's recent efforts to increase transparency in the area of Debt Obligations. Be sure to:

- 1) provide explanations for any terminology that appears in the summary,
- 2) describe any benchmarks, standards or best practices your entity uses to gauge its progress in this area, and
- 3) detail any historical analysis used to track efforts to improve transparency in this area.

### **Debt Structures**

*The City shall normally issue bonds with a life not to exceed 20 years for general obligation bonds and 30 years for revenue bonds, but in no case longer than the useful life of the asset.*

The City will issue debt using a structured principal in order to manage the property tax rate.

The City will issue debt based on a fixed rate and will limit use of variable-rate debt due to the potential volatility of such instruments.

### **Debt Refunding**

The City's financial advisor shall monitor the municipal bond market for opportunities to obtain interest savings by refunding outstanding debt. As a general rule, the net present value savings of a particular refunding should exceed 3.0% of the refunded maturities unless: (1) a debt restructuring is necessary; or (2) bond covenant revisions are necessary to facilitate the ability to provide services or to issue additional debt or; (3) the refunding is combined with a new debt issuance.

**Note: To complete your application, see the specific criteria page for the Debt Obligations Transparency Star which details visualizations, documents, downloadable data and other required information.**

