RESTATED AND AMENDED WCID #1 AGREEMENT TO INCLUDE HARKER HEIGHTS

September 5, 2023

Background

- In 1968, the City of Killeen (COK) entered into a Waste Disposal Contract with Bell County Water Control and Improvement District No. #1 (WCID) for the treatment of the City's wastewater.
 - Originally, WCID agreed to operate the sanitary sewer system for the sole benefit of COK and Fort Cavazos (Fort Hood).
 - This contract has been amended eight (8) times for various reasons.
- The Restated and Amended Waste Disposal Contract incorporates those amendments and proposes changes relating to the addition of the City of Harker Heights as a customer to discharge waste into the sanitary sewer system.

Background Cont.

- WCID and COK have determined it is in the best interest for the parties to amend and restate the agreement to:
 - Provide for the addition of Harker Heights as a customer with a contractual right to discharge waste into the sanitary sewer system; and
 - Modify certain provisions relating to:
 - Maximum discharge quantities for COK and Harker Heights,
 - Price of service, and
 - Allocation of existing and future debt on obligations issued or incurred for the construction or improvement of the sanitary system facilities.
- WCID and COK are authorized to enter into this contract pursuant to the Texas Constitution and laws of the State of Texas, including, Chapter 791, Texas Government Code, as amended, and Chapter 30, Texas Water Code, as amended.

Series 2014 Sewer System Bonds											
							Discount	Pro	esent (4) Value to		
Date		Principal		Interest		Total	Rate(s)		10/1/23		
10/1/23	\$	-	\$	-	\$	-					
1/10/24		-		185,092.47		185,092.47	4.030%	\$	183,072.68		
7/10/24		2,665,000.00		185,092.47		2,850,092.47	4.030%		2,763,310.57		
1/10/25		-		146,928.34		146,928.34	4.030%		139,640.79		
7/10/25		2,745,000.00		146,928.34		2,891,928.34	4.030%		2,694,202.33		
1/10/26		-		107,618.56		107,618.56	4.030%		98,280.15		
7/10/26		2,825,000.00		107,618.56		2,932,618.56	4.030%		2,625,247.12		
1/10/27		-		67,163.15		67,163.15	4.030%		58,936.13		
7/10/27		2,905,000.00		67,163.15		2,972,163.15	4.030%		2,556,578.84		
1/10/28		-		25,562.09		25,562.09	4.030%		21,553.55		
7/10/28		1,785,000.00		25,562.09		1,810,562.09	4.030%		1,496,483.38		
Totals	\$	12,925,000.00	\$	1,064,729.22	\$	13,989,729.22		\$	12,637,305.54		
(+) Plus: City Cash Payment on 10/1/23 1,039,777.46											
	(=) Total NPV \$ 13,677,083.00										

- Do not authorize the Restated and Amended Water
 Disposal Contract with WCID to include Harker Heights.
- Authorize the Restated and Amended Water Disposal Contract with WCID to include Harker Heights.

City Council authorize the City Manager, or designee, to execute the Restated and Amended Water Disposal Contract with WCID to include Harker Heights and meet the need for wastewater disposal as required by Texas Commission on Environmental Quality (TCEQ).