

March 22, 2007
#3

RESOLUTION NO

WHEREAS, the City of Austin (the "Issuer") is a home rule city authorized to issue obligations to finance its activities, the interest on which is excludable from gross income for federal income tax purposes (tax-exempt obligations) pursuant to Section 103 of the Internal Revenue Code of 1986 as amended (the "Code") and

WHEREAS the Issuer will make, or has made not more than 60 days before this date expenditures in an aggregate principle amount not to exceed \$500 000 related to Community and Cultural facility projects

WHEREAS, the Issuer has concluded that it does not currently desire to issue General Obligation Bonds to finance this payment, and

WHEREAS the Issuer desires to reimburse itself for these expenditures from the proceeds of November 2006 Proposition 4 General Obligation Bonds to be issued subsequent to this date, and

WHEREAS the Issuer reasonably expects to issue these General Obligation Bonds to reimburse itself for expenditures made as described above,
NOW, THEREFORE,

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF AUSTIN

The Issuer reasonably expects to reimburse itself for all costs that have been paid during the 60 days preceding this date or that will be paid after this date from the proceeds of November 2006 Proposition 4 General Obligation Bonds to be issued at a future date for expenditures in an aggregate principle amount not to exceed \$500 000 related to Community and Cultural facility projects and

The Issuer reasonably expects that the maximum principal amount of General Obligation Bonds issued to reimburse the Issuer for the above-stated expenditures will not exceed \$500 000

ADOPTED _____, 2007 **ATTEST** _____
Shirley A Gentry
City Clerk