

## **Mueller Local Government Corporation – 2008-09**

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### **Purpose and Nature of Fund**

This fund was created as part of the FY 2007 Budget Reading on September 11, 2006 and implements the debt payments established by Council resolution August 24, 2006

To facilitate the redevelopment of property formerly known as the Robert Mueller Municipal Airport, the City entered into a Master Development Agreement with Catellus Austin, LLC. The City agreed to issue debt to finance certain "Public Finance Reimbursement Project Costs," either directly or through the Corporation. Approximately \$12,000,000 in Contract Revenue Bonds was issued in August 2006 through the Corporation.

In addition, revenue related to the Mueller Tax Increment Financing Zone (TIF) will be transferred to the Corporation from the Tax Increment Fund to reimburse the developer for certain Public Finance Project Costs.

### **Factors Affecting Revenue**

Mueller Local Government Corporation revenue includes \$984,107 from the Economic Incentives Reserve Fund for debt service and a transfer in the amount of \$470,925 from the Tax Increment Fund for project costs. Future revenues from the Tax Increment Fund will be used to for future debt service related to the Mueller redevelopment project.

### **Factors Affecting Requirements**

The proposed expenditures from the Mueller Local Government Corporation includes debt and interest payments, and reimbursements to the developer for certain Public Finance Reimbursement Project Costs.

|                                     | <b>2006-07</b> | <b>2007-08</b> | <b>2007-08</b>   | <b>2008-09</b>  |
|-------------------------------------|----------------|----------------|------------------|-----------------|
|                                     | <b>Actual</b>  | <b>Amended</b> | <b>Estimated</b> | <b>Proposed</b> |
| <b>Revenue</b>                      | \$579,280      | \$748,243      | \$748,243        | \$1,455,906     |
| <b>Transfers In</b>                 | \$0            | \$0            | \$0              | \$0             |
| <b>Requirements</b>                 | \$579,280      | \$748,243      | \$748,243        | \$1,455,906     |
| <b>Full-time Equivalents (FTEs)</b> | 0.00           | 0.00           | 0.00             | 0.00            |

**MUELLER LOCAL GOVERNMENT CORPORATION  
PROPOSED 2008-2009 OPERATING BUDGET**

|   | 2006-07<br>ACTUAL | 2007-08<br>AMENDED | 2007-08<br>ESTIMATE | 2008-09<br>PROPOSED |
|---|-------------------|--------------------|---------------------|---------------------|
| BEGINNING BALANCE                                   | <u>0</u>          | <u>0</u>           | <u>0</u>            | <u>0</u>            |
| REVENUE   |                   |                    |                     |                     |
| City of Austin Grant                                | 505,979           | 534,107            | 534,107             | 984,107             |
| Accrued Interest Income                             | 72,354            | 0                  | 0                   | 0                   |
| Tax Increment Financing                             | 0                 | 213,262            | 213,262             | 470,925             |
| Interest Income                                     | 947               | 874                | 874                 | 874                 |
| TOTAL REVENUE                                       | <u>579,280</u>    | <u>748,243</u>     | <u>748,243</u>      | <u>1,455,906</u>    |
| TOTAL REVENUE AND TRANSFERS IN                      | <u>579,280</u>    | <u>748,243</u>     | <u>748,243</u>      | <u>1,455,906</u>    |
| REQUIREMENTS  |                   |                    |                     |                     |
| Principal   | 0                 | 0                  | 0                   | 450,000             |
| Interest Expense                                    | 575,880           | 531,581            | 531,581             | 531,581             |
| Project Costs                                       | 0                 | 213,262            | 213,262             | 470,925             |
| Other   | 3,400             | 3,400              | 3,400               | 3,400               |
| TOTAL REQUIREMENTS                                  | <u>579,280</u>    | <u>748,243</u>     | <u>748,243</u>      | <u>1,455,906</u>    |
| EXCESS (DEFICIENCY) OF REVENUE<br>OVER REQUIREMENTS | <u>0</u>          | <u>0</u>           | <u>0</u>            | <u>0</u>            |
| ENDING BALANCE                                      | <u>0</u>          | <u>0</u>           | <u>0</u>            | <u>0</u>            |

**RESOLUTION MLGC NO.**

**BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE MUELLER  
LOCAL GOVERNMENT CORPORATION**

The Board approves the operating budget for the Corporation for the 2008 – 2009 Fiscal Year beginning October 1, 2008 and ending September 30, 2009, attached to this resolution.

**ADOPTED:** \_\_\_\_\_, 2008      **ATTEST:** \_\_\_\_\_  
Rodney Gonzales  
Secretary