

RESOLUTION NO. 20060911-MLGC

**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 2006 – 2007 fiscal year beginning October 1, 2006 and ending September 30, 2007 attached to this resolution.

ADOPTED: _____, 2006 **ATTEST:** _____
Sue Edwards
Secretary

Mueller Local Government Corporation Fiscal Year 2006-07 Operating Budget

Purpose and Nature of Fund

The Mueller Local Government Corporation pays the principal and interest payments and associated costs on bonds issued to support the redevelopment of property within the City formerly known as the Robert Mueller Municipal Airport. The bond proceeds are used to reimburse the developer, Catellus, for construction of public infrastructure on the site as provided for in the Master Development Agreement between the City and Catellus Austin LLC. The Corporation will make debt service payments when they are due on March 1 and September 1 of each year.

Factors Affecting Revenue

The source of revenue to the Mueller Local Government Corporation is a grant from the City of Austin to promote and foster economic development in the City as provided under Chapter 380 of the Texas Local Government Code. The total revenue and transfers contained in the 2006-07 proposed budget are \$579,280.

Factors Affecting Requirements

The expenditures of the Mueller Local Government Corporation include debt service requirements of the outstanding bonds and all bank charges and other costs and expenses relating to the payment. Debt service includes the principal, interest and redemption premiums on the outstanding and anticipated bond issues, and is scheduled for semi-annual payment. Fund requirements proposed at \$579,280 for 2006-2007 are predictable since repayment schedules are part of the bond closing package. Requirements are altered only by a subsequent bond sale.

**MUELLER LOCAL GOVERNMENT CORPORATION
PROPOSED 2006-2007 OPERATING BUDGET**

	2004-05 ACTUAL	2005-06 AMENDED	2005-06 ESTIMATE	2006-07 PROPOSED
BEGINNING BALANCE	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
REVENUE				
City of Austin Grant	0	0	0	505,979
Accrued Interest Income	0	0	0	72,354
Interest Income	0	0	0	947
TOTAL REVENUE	<u>0</u>	<u>0</u>	<u>0</u>	<u>579,280</u>
TOTAL REVENUE AND TRANSFERS IN	<u>0</u>	<u>0</u>	<u>0</u>	<u>579,280</u>
REQUIREMENTS				
Principal	0	0	0	0
Interest Expense	0	0	0	575,880
Other	0	0	0	3,400
TOTAL REQUIREMENTS	<u>0</u>	<u>0</u>	<u>0</u>	<u>579,280</u>
EXCESS (DEFICIENCY) OF REVENUE 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>