

## A G E N D A



## Recommendation for Council Action

Austin City Council	Item ID	8159	Agenda Number	72.
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Meeting Date:	8/18/2011	Department:	Watershed Protection
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## Subject

Approve an ordinance amending the Fiscal Year 2010-2011 Watershed Protection Department Capital Budget (Ordinance No. 20100913-003) to increase appropriations by \$2,000,000 for the Little Shoal Creek Tunnel. Related to Item # 11.

## Amount and Source of Funding

Funding in the amount of \$2,000,000 is available from a Community Facilities Agreement with the International Bank of Commerce (IBC).

## Fiscal Note

A fiscal note is attached.

Purchasing Language:	
Prior Council Action:	January 13, 2011 - City Council authorized the negotiation and execution of a Community Facilities Agreement with International Bank of Commerce, Laredo, Texas regarding their cost participation for the completion of the Little Shoal Creek Realignment & Utility Relocation – Phase I project.
For More Information:	Kimberly Springer, 974-2924; Glen Taffinder, 974-3381.
Boards and Commission Action:	
MBE / WBE:	
Related Items:	Related to Item # 7988 - the request to award the construction contract for the Little Shoal Creek Realignment & Utility Relocation – Phase I project.

## Additional Backup Information

Approval of this budget amendment will make funds available for the Little Shoal Creek Tunnel project.

The International Bank of Commerce is the owner of, and desires to redevelop, lots 1 through 8 of Block 51, located at the northeast corner of the intersection of 5th Street and Nueces Street, as mixed-use development. Redevelopment of this property requires the relocation of the Little Shoal Creek Tunnel, which runs through the lots and under several existing structures. The International Bank of Commerce is contributing \$2 million to the City via a Community Facilities Agreement for the construction of the relocation of the Little Shoal Creek Tunnel into Nueces Street from West 5th Street to West 8th Street. The relocation and upgrading of this storm drain tunnel is part of the Watershed Protection Department's long-range plans and this developer contribution allows the work to be done now rather than at a future date.

The financial support from IBC is in the form of a Letter of Credit. The City will regularly submit draws against the Letter of Credit as the project progresses and IBC will promptly provide payment to the City.