

A G E N D A



Recommendation for Council Action

Austin City Council		Item ID		Agenda Number	8.
Meeting Date:	9/14/2011		Department:	Budget Office	
Subject					
Approve a resolution declaring the City of Austin's official intent to reimburse itself from November 2006 Proposition 1 General Obligation bonds to be issued for expenditures in the amount of \$3,200,000 related to sidewalks and traffic signals; to reimburse itself from November 2006 Proposition 2 General Obligation bonds to be issued for expenditures in the amount of \$16,300,000 related to watershed protection master plan projects; to reimburse itself from November 2006 Proposition 3 General Obligation bonds to be issued for expenditures in the amount of \$18,170,000 related to parks facilities improvements and renovations, parkland acquisition, playscapes, pool improvements and renovations, and trails; to reimburse itself from November 2006 Proposition 4 General Obligation bonds to be issued for expenditures in the amount of \$6,000,000 related to community and cultural facilities; to reimburse itself from November 2006 Proposition 5 General Obligation bonds to be issued for expenditures in the amount of \$6,649,505 related to affordable housing programs; to reimburse itself from November 2006 Proposition 6 General Obligation bonds to be issued for expenditures in the amount of \$66,000,000 related to a new central library; to reimburse itself from November 2010 Proposition 1 General Obligation bonds to be issued for expenditures in the amount of \$33,710,000 related to pedestrian improvements, bikeways, street reconstruction, mobility enhancements and traffic signals; and to reimburse itself from Certificates of Obligation in the amount of \$34,745,000 for expenditures related to closed landfill remediation projects, Harold Court remediation, and the Waller Creek Tunnel.					
Amount and Source of Funding					
\$150,029,505 in General Obligation Public Improvement Bonds to be issued in August 2012 or later and \$34,745,000 in non tax-supported General Obligation Certifications of Obligation to be issued in August 2012 or later.					
Fiscal Note					
A fiscal note is attached.					
Purchasing Language:					
Prior Council Action:					
For More Information:	Greg Canally, Deputy Chief Financial Officer, 974-2609				
Boards and Commission Action:					
MBE / WBE:					
Related Items:					

Additional Backup Information

A city must have budgeted for and provided a source of funds in order to enter into a contract. For the City to spend money today, but reimburse itself from the issuance of debt obligations in the future, state and federal law require the City to approve a reimbursement resolution. The resolution must contain certain information and protect the tax-exempt status of the future issuance. Failure to adopt a qualified declaration of official intent will prohibit the City from reimbursing the cost with the proceeds of tax-exempt obligations. Reimbursement bonds generally must be issued no later than 18 months after the later of, the date the expenditure was made, or the date that the project with respect to which the expenditure was made, is placed in service.

This action expresses the City Council's intent to authorize the reimbursement for costs associated with 2011-2012 Approved Capital Budget items for General Obligation debt, as described below:

General Obligation Public Improvement Bonds: \$150,029,505

- 2006 Proposition 1 - \$1,200,000 for sidewalk reconstruction and improvements;
- 2006 Proposition 1 - \$2,000,000 for traffic signals;
- 2006 Proposition 2 - \$16,300,000 for Watershed Protection Master Plan Projects;
- 2006 Proposition 3 - \$11,205,000 for parks facility improvements and renovations;
- 2006 Proposition 3 - \$3,850,000 for parkland acquisition;
- 2006 Proposition 3 - \$1,150,000 for playscapes
- 2006 Proposition 3 - \$1,325,000 for pool improvements and renovations;
- 2006 Proposition 3 - \$640,000 for trails;
- 2006 Proposition 4 - \$4,000,000 for the Zach Scott Theater project;
- 2006 Proposition 4 - \$2,000,000 for the Mexic-Arte Museum project;
- 2006 Proposition 5 - \$6,649,505 for affordable housing programs;
- 2006 Proposition 6 - \$66,000,000 for the new central library;
- 2010 Proposition 1 - \$9,875,000 for pedestrian, ADA and bikeways projects;
- 2010 Proposition 1 - \$15,235,000 for street reconstruction projects;
- 2010 Proposition 1 - \$6,705,000 for mobility enhancement projects;
- 2010 Proposition 1 - \$1,895,000 for traffic signals.

General Obligation Certificates of Obligation: \$34,745,000

- \$1,360,000 for closed landfill remediation projects;
- \$710,000 for the Harold Court remediation project;
- \$32,675,000 for the Waller Creek Tunnel project.