A U S T I N C I T Y C O U N C I L

AGENDA



Recommendation for Council Action

Austin City Council	**Item ID**	18515	**Agenda Number**	6.
Meeting Date:	9/14/2012	**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 in the amount of $1,100,000 related to sidewalk reconstruction and improvements and traffic signals; November 2006 Proposition 2 General Obligation bonds in the amount of $3,700,000 related to watershed protection master plan projects; November 2006 Proposition 3 General Obligation bonds in the amount of $2,400,000 related to parks facilities improvements and renovations, parkland acquisition, playscapes, pool improvements and renovations, and trails; November 2006 Proposition 4 General Obligation bonds in the amount of $2,000,000 related to community and cultural facilities; November 2006 Proposition 6 General Obligation bonds in the amount of $5,000,000 related to a new central library; Certificates of Obligation in the amount of $7,125,000 for the Waller Creek Tunnel and Building Renovations and Improvements; and Contractual Obligations in the amount of $46,615,000 for City of Austin Telecommunications Network Upgrade; the Greater Austin-Travis County Regional Radio System, and Austin Fire Department Vehicles.

Amount and Source of Funding

$14,200,000 in General Obligation Public Improvement Bonds to be issued in August 2013 or later, $6,075,000 in non tax-supported General Obligation Certifications of Obligation to be issued in August 2013 or later, $1,050,000 in tax-supported General Obligation Certifications of Obligation to be issued in August 2013 or later, and $46,615,000 in tax-supported General Obligation Contractual Obligations to be issued in August 2013 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 2012-2013 Approved Capital Budget items for General Obligation debt, as described below:

General Obligation Public Improvement Bonds: $14,200,000

- 2006 P1 - $1,100,000 for sidewalk reconstruction and improvements and traffic signals;
- 2006 P2 - $3,700,000 for Watershed Protection Master Plan Projects;
- 2006 P3 - $1,400,000 for parks facility improvements and renovations;
- 2006 P3 - $1,000,000 for pool improvements and renovations;
- 2006 P4 - $2,000,000 for the Mexic-Arte Museum project;
- 2006 P6 - $5,000,000 for the new central library;

General Obligation Certificates of Obligation: $7,125,000

- $6,075,000 for the Waller Creek Tunnel project.
- $1,050,000 for Building Renovations and Improvements.

General Obligation Contractual Obligations: $46,615,000

- $11,750,000 for the City of Austin Telecommunications Network Upgrade.
- $32,000,000 for the Greater Austin-Travis County Regional