

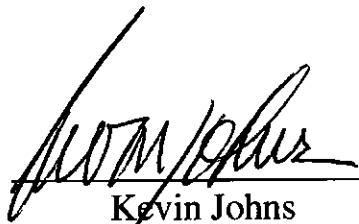
RESOLUTION NO. 20130909 – MLGC002

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

The Board approves the Operating Budget for the Mueller Local
Government Corporation for the 2013 – 2014 Fiscal Year, beginning
October 1, 2013 and ending September 30, 2014, attached to this resolution.

ADOPTED: September 9, 2013

ATTEST:



Kevin Johns
Secretary

**MUELLER LOCAL GOVERNMENT CORPORATION
2013-2014 OPERATING BUDGET**

	2010-11 ACTUAL	2011-12 ACTUAL	2012-13 AMENDED	2012-13 ESTIMATE	2013-14 PROPOSED
BEGINNING BALANCE	<u>1,552,755</u>	<u>1,132,009</u>	<u>288,680</u>	<u>1,823,872</u>	<u>2,059,225</u>
REVENUE					
City of Austin Grant	983,089	982,856	981,819	981,819	984,856
Accrued Interest Income	0	0	0	0	0
Tax Increment Financing	972,064	1,861,250	2,239,980	2,280,255	2,597,293
Interest Income	1,914	2,851	0	0	0
TOTAL REVENUE AND TRANSFERS IN	<u>1,957,047</u>	<u>2,846,957</u>	<u>3,221,799</u>	<u>3,242,074</u>	<u>3,582,249</u>
REQUIREMENTS					
Principal	1,140,000	1,120,000	1,500,000	1,500,000	1,705,000
Interest Expense	1,023,881	1,033,644	1,503,521	1,503,521	1,431,415
Other	250	1,150	0	3,200	0
Transfer to Mueller TIF*	213,262	0	0	0	0
TOTAL REQUIREMENTS	<u>2,377,393</u>	<u>2,154,894</u>	<u>3,003,521</u>	<u>3,006,721</u>	<u>3,136,415</u>
EXCESS (DEFICIENCY) OF REVENUE OVER REQUIREMENTS	<u>(420,346)</u>	<u>692,283</u>	<u>218,278</u>	<u>235,353</u>	<u>445,834</u>
ADJUSTMENT TO GAAP	<u>(400)</u>	<u>(400)</u>	<u>0</u>	<u>0</u>	<u>0</u>
ENDING BALANCE	<u>1,132,009</u>	<u>1,823,872</u>	<u>504,958</u>	<u>2,059,225</u>	<u>2,506,059</u>

Mueller Local Government Corporation

Purpose and Nature of Fund

This fund was created to issue debt related to the development of the Mueller Redevelopment Project.

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, approximately \$15,000,000 was issued in September 2009 and approximately \$16,735,000 will be issued in September 2012.

In addition, ad valorem taxes collected within the Mueller Tax Increment Financing Zone (TIF) will be transferred to the Corporation from the Tax Increment Fund to fund debt service requirements associated with the Mueller Project.

Factors Affecting Revenue

Mueller Local Government Corporation Revenue includes \$981,819 from the Economic Incentives Reserve Fund for debt service of the 2006 Contract Revenue Bonds and a transfer in the amount of \$2,359,189 from ad valorem taxes collected within the zone for debt service related to the 2009 and 2012 bond issuance. Future revenues from the Tax Increment Fund will be used for future debt issuances related to the Mueller Redevelopment Project.

Factors Affecting Requirements

The proposed expenditures of \$3,136,521 from the Mueller Local Government Corporation include debt service for principal and interest payments and administrative costs.

	2010-11 Actual	2011-12 Actual	2012-13 Amended	2012-13 Estimate	2013-14 Proposed
Transfers In	\$1,957,047	\$2,864,170	\$3,221,799	\$3,242,074	\$3,582,249
Requirements	\$2,377,393	\$2,156,744	\$3,003,521	\$3,006,721	\$3,136,415