

## A G E N D A



## Recommendation for Council Action

|  |  |       |               |                      |
|--|--|-------|---------------|----------------------|
| Austin City Council  | Item ID  | 46738 | Agenda Number | 28.                  |
| Meeting Date:  | 6/18/2015  |       | Department:   | Parks and Recreation |
| Subject  |  |       |               |                      |
| <p>Approve a resolution declaring the City of Austin's official intent to reimburse itself for expenditures in the total amount of \$2,710,000 related to parks and recreation using proceeds of General Obligation Bonds to be issued from bonds approved in the November 2012 Bond Election. Related to Items # 26 and # 27.</p> |  |       |               |                      |
| Amount and Source of Funding   |  |       |               |                      |
| <p>\$2,710,000 in General Obligation Public Improvement Bonds to be issued in September 2015 or later.</p>   |  |       |               |                      |
| Fiscal Note  |  |       |               |                      |
| <p>A fiscal note is attached.</p>  |  |       |               |                      |
| Purchasing Language:   |  |       |               |                      |
| Prior Council Action:  |  |       |               |                      |
| For More Information:  | Randy Scott 512-974-9484; April Shaw 512-974-6716. |       |               |                      |
| Council Committee, Boards and Commission Action:   |  |       |               |                      |
| MBE / WBE:   |  |       |               |                      |
| Related Items:   |  |       |               |                      |
| Additional Backup Information  |  |       |               |                      |

For the City to spend money today, but reimburse itself from the issuance of debt obligations in the future, a reimbursement resolution is required by state and federal law. The resolution must contain certain information and is generally renewed by bond counsel to protect the tax-exempt status of the future issuance. The resolution must be passed not more than 60 days after the date that the cost to be reimbursed is paid. 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 of costs associated with Fiscal Year 2014-2015 amended Capital Budget items for General Obligation debt, as described below:

- 2012 Proposition 14 - \$2,710,000 for parkland acquisition and development.