

A G E N D A



Recommendation for Council Action

Audit and Finance Committee		Item ID	52849	Agenda Number	10.
Meeting Date:	12/14/2015		Department:	Austin Resource Recovery	
Subject					
Consider and develop recommendations on an ordinance amending the Fiscal Year 2015-16 Operating Budget of Austin Resource Recovery (Ordinance No. 20150908-001) to increase transfers out by \$2,792,001 and amending the Fiscal Year 2015-2016 Austin Resource Recovery Capital Budget (Ordinance No. 20150908-002) to transfer in and appropriate \$2,792,001 from the Austin Resource Recovery Operating Budget for facility development and construction. Related to Item # 11.					
Amount and Source of Funding					
Funding is available in the Fiscal Year 2015-2016 Austin Resource Recovery Operating Fund Budget.					
Fiscal Note					
Fiscal note is attached.					
Purchasing Language:					
Prior Council Action:	August 7, 2014 – Ordinance No. 20120208-012 authorized acceptance and appropriation of grant funds and amended the 2013-14 ARR capital budget; August 20, 2015 authorization to negotiate and execute a 40-year lease of 4712 Bolm Road to Skillpoint Alliance;				
For More Information:	Bob Gedert, ARR Director, 512-974-1926; Elaine Hart, Chief Financial Officer, 512-974-2283				
Council Committee, Boards and Commission Action:					
MBE / WBE:					
Related Items:					
Additional Backup Information					
<p>Austin Resource Recovery (ARR) is actively pursuing the development of its [re]Manufacturing Hub project. This project is designed to provide a location for recycling manufacturing; this is the processing and manufacturing of products from would-be waste materials. The manufacturing would be done by private tenants on the site. In order to complete remaining design requirements and begin construction, the project must be funded with cash. In addition, proceeds from the land sale described below will assist ARR in funding the future Northeast Service Facility located on Johnny Morris Rd (District 1).</p> <p>Due to the sale of 4711 Winnebago Lane (District 2), and long-term lease of 4712 Bolm Road (District 2), ARR has additional cash funding available to support its facility development and construction efforts. This Council action will recognize the revenue from these two real estate transactions and enable ARR to increase transfers out to its capital budget. The capital appropriations will support the [re]Manufacturing Hub project and any remaining funds will support other future facility needs.</p> <p>This Council action is required at this time in order to maintain compliance with a United States Economic Development Administration grant approved by Council on August 7, 2014, for the [re]Manufacturing Hub project.</p>					