



**Budget Amendment
CITY OF AUSTIN
RECOMMENDATION FOR COUNCIL ACTION**

AGENDA ITEM NO.: 6
AGENDA DATE: Thu 07/29/2004
PAGE: 1 of 1

SUBJECT: Amend Ordinance No. 030908-02 the Fiscal Year 2003-2004 Capital Budget of the Electric Utility Department by increasing appropriations by \$15,500,000 for the new Seton Regional Children's Medical Hospital building cooling, heating and power energy plant at the Robert Mueller Municipal Airport redevelopment site.

AMOUNT & SOURCE OF FUNDING: Funding is available from taxable commercial paper proceeds and current revenue.

FISCAL NOTE: A fiscal note is attached.

REQUESTING Austin Energy
DEPARTMENT:

DIRECTOR'S
AUTHORIZATION: Juan Garza

FOR MORE INFORMATION CONTACT: Jaycie Pokorny, CPA, Planning & Budget Director/ 322-6296

PRIOR COUNCIL ACTION: N/A

BOARD AND COMMISSION ACTION: Recommended by the Electric Utility Commission.

Amend Ordinance 030908-02 Capital Budget for the Electric Utility Department by increasing appropriations in the Electric Utility Capital Budget for the completion of the building cooling, heating and power (BCHP) plant on the site of the new Seton Regional Children's Medical Hospital.

This budget amendment is related to another Council agenda item that requests the approval to negotiate and execute a contract for skid-mounted integrated BCHP equipment for the project. The budget amendment is requested in order to appropriate the funds needed to allow the continuation of the Children's Hospital as planned by Seton.

This plant will provide on-site energy to supply electrical power, chilled water (for HVAC cooling) and steam (for process steam and hot water) on a continuous basis. The energy produced by the BCHP plant (4.6 megawatts) will be used to meet the needs of the new Regional Children's Medical Center and allow for future growth at the site. The hospital will be located at Austin's Robert Mueller Municipal Airport redevelopment site. The specific location of the BCHP is at the northwest corner of the Seton Children's Hospital parcel, which is located near the intersection of 51st street and I-H 35 in Austin, Texas.

The chilled water portion of this project is to be funded through the Austin Energy Taxable Commercial Paper Program. This program was also utilized to build the chilled water facility at the Austin Convention Center garage. The portion of the plant that produces energy will be funded with cash transferred from the operating fund. This transfer is proposed for FY 2004-2005.

Two other items related to this project will be presented for Council approval. One will be construction of the energy plant facility. A ground lease agreement and an energy commodities agreement with Seton will be the final Council action on this project. These items are expected by year-end.



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Electric Utility Commission
July 19, 2004
Meeting

Amend Ordinance 030908-02 the Fiscal Year 2003-2004 Capital Budget of the Electric Utility Department by increasing appropriations by \$15,500,000 for the new Seton Regional Children's Medical Hospital building cooling, heating and power energy plant at the Robert Mueller Municipal Airport redevelopment site.

Motion by: Fath

Seconded by: LeGette

Ayes: Carr, Fath, Fernandez, LeGette, Shaw, and Skeith

Nays: NONE

Abstaining: NONE

Off the dais: NONE

Absent: Owens

The motion passed on a 6 – 0 vote.

Fiscal Note Data Sheet

Date of Council Consideration:
Where on Agenda:
Department:
Fund:

07/29/04
Ordinance
Electric Utility
Electric Utility Capital

Description: Amend Ordinance 030908-02 the FY 2003-2004 Capital Budget of the Electric Utility Department by increasing appropriations by \$15,500,000 for the new Seton Regional Children's Medical Hospital building cooling, heating, and power (BCHP) energy plant at the Robert Mueller Municipal Airport redevelopment site. Related to Item ____.


A fund summary follows:

Austin Energy Capital Budget - 2003-2004

<u>Account</u>	<u>Project Name</u>	<u>Approved Budget 2003-2004</u>	<u>Amendment</u>	<u>Amended Budget 2003-2004</u>	<u>Funding Source</u>
3060 117 0100	Non Electric Plant Assets	\$ 15,871,000	\$ 7,100,000	\$ 22,971,000	Taxable Debt
3220 117 7101	Power Production	\$ 35,621,000	\$ 8,400,000	\$ 44,021,000	Current Revenue

Director, Planning and Budget

Approval



Date

7/12/04

ORDINANCE NO.

AN ORDINANCE AMENDING THE FY 2003-2004 ELECTRIC UTILITY DEPARTMENT CAPITAL BUDGET OF ORDINANCE NO. 030908-02 TO INCREASE APPROPRIATIONS; AND DECLARING AN EMERGENCY.

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:

PART 1. The Council amends the FY 2003-2004 Electric Utility Department Capital Budget of Ordinance No. 030908-02 to increase appropriations by \$15,500,000 for the new Seton Regional Children's Medical Hospital building cooling, heating and power plant at the Robert Mueller Municipal Airport redevelopment site.

PART 2. The Council finds that the need to amend the budget constitutes an emergency, a grave public necessity, and an unusual and unforeseen condition that could not, by reasonable diligence, have been included in the original budget for the current fiscal year. Because of this emergency, this ordinance takes effect immediately on its passage for the immediate preservation of the public peace, health, and safety

PASSED AND APPROVED

_____, 2004 §
 §
 § _____
 Will Wynn
 Mayor

APPROVED: _____
 David Allan Smith
 City Attorney

ATTEST: _____
 Shirley A. Brown
 City Clerk