

RESOLUTION NO. 040913-14

WHEREAS, the City of Austin (the "Issuer") is a home rule city authorized to issue obligations to finance its activities, the interest on which is excludable from gross income for federal income tax purposes ("tax-exempt obligations") pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"); and

WHEREAS, the Issuer will make, or has made not more than 60 days before this date, payment of:

- \$12,910,000 in expenditures related to right-of-way acquisition and utility relocation as authorized under November 2000 Bond Proposition 1; and
- \$3,190,000 in expenditures as follows:
 - (1) \$2,300,000 for costs related to the City of Austin Telecommunications Network;
 - (2) \$860,000 for costs related to capital equipment for Parks and Recreation Department golf courses;

WHEREAS, the Issuer has concluded that it does not currently desire to issue tax-exempt obligations to finance this payment; and

WHEREAS, the Issuer desires to reimburse itself for this payment from the proceeds of tax-exempt obligations to be issued subsequent to this date; and

WHEREAS, the Issuer reasonably expects to issue tax-exempt obligations to reimburse itself; **NOW, THEREFORE**,

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

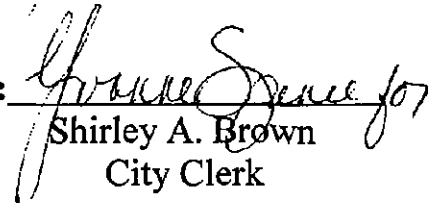
The Issuer reasonably expects to reimburse itself for all costs that have been paid during the 60 days preceding this date or that will be paid after this date as follows:

- From the proceeds of General Obligation bonds issued as authorized under November 2000 Bond Proposition 1, \$12,910,000 for expenditures related to related to right-of-way acquisition and utility relocation.
- From the proceeds of Contractual Obligations:
 - (1) \$2,300,000 for costs related to the City of Austin Telecommunications Network; and
 - (2) \$860,000 for costs related to capital equipment for Parks and Recreation Department golf courses.

The Issuer reasonably expects that the maximum principal amount of November 2000 Proposition 1 General Obligation bonds issued to reimburse the Issuer for the costs described above will not exceed is \$12,910,000; and the maximum amount of Contractual Obligations issued to reimburse the Issuer for the costs described above will not exceed \$3,190,000 .

ADOPTED: September 13 , 2004

ATTEST:


Shirley A. Brown
City Clerk