

RESOLUTION NO. 20060928-011

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, expenditures in the amount of \$2,340,000 related to the Aviation Department's Airport Revenue Control System; and

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 these expenditures from the proceeds made available to the City pursuant to the terms of a Master Lease Purchase Agreement with Banc of America Leasing & Capital L.L.C. for expenditures in the amount of \$2,340,000 related to the acquisition of the Aviation Department's Airport Revenue Control System.

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

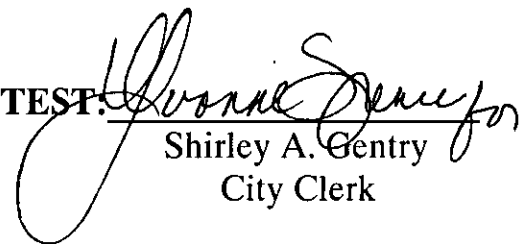
BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:

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 from proceeds made available to the City pursuant to the terms of a Master Lease Purchase Agreement with Banc of America Leasing & Capital L.L.C. for expenditures in the amount of \$2,340,000 related to the acquisition of the Aviation Department's Airport Revenue Control System.

The Issuer reasonably expects that the maximum principal amount to be reimbursed the Issuer for the above-stated costs will not exceed \$2,340,000.

ADOPTED: September 28, 2006

ATTEST:


Shirley A. Gentry
City Clerk