

AGENDA



Thursday, August 26, 2010

**Discussion and Possible Action on Bond Sales
RECOMMENDATION FOR COUNCIL ACTION**

Item No. 57

Subject: Approve an ordinance authorizing the issuance of \$26,400,000 City of Austin Public Improvement Bonds, Taxable Series 2010B, and all related documents.

Amount and Source of Funding: \$2,363,333 in the first year debt service requirement and \$400 estimated annual administration fee for the paying agent/registrar for the proposed bond sale is included in the 2010-2011 Proposed Operating Budget of the General Obligation Debt Service Fund.

Fiscal Note: There is no unanticipated fiscal impact. A fiscal note is not required.

For More Information: Art Alfaro, Treasurer 974-7882

Prior Council Action: July 29, 2010 – Council approved the August 26, 2010 Bond Sale Schedule. September 10, 2007, September 8, 2007, and September 14, 2009 Council approved Reimbursement Resolutions.

It is recommended that the City Council approve an ordinance authorizing the issuance of the City of Austin Public Improvement Bonds, Taxable Series 2010B, in the amount of \$26,400,000. The \$26,400,000 in Public Improvement Bonds is being issued to provide funding for reimbursement resolutions that have already been approved by Council and will be used to fund Affordable Housing projects.

Electronic bids will be accepted beginning at 10:30 a.m. Central Daylight Time ("CDT") and ending at 11:00 a.m. CDT, on Thursday, August 26, 2010. Bids will be verified by the City's Financial Advisor, Public Financial Management, Inc.

This item has been posted for not later than 2:00 p.m. to allow City Council action prior to the close of financial markets.

The General Obligation Debt Service cost for the \$26,400,000 issuance is estimated as follows:

		Total Cost	Average
	2010-2011	over 20 Years	Per Year
Principal	\$640,000	\$26,400,000	\$1,320,000
Interest	1,723,333	24,042,708	1,202,135
Total Debt Service	\$2,363,333	\$50,442,708	\$2,522,135