

## A G E N D A



## Recommendation for Council Action

Austin City Council	Item ID	66027	Agenda Number	20.
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Meeting Date:	12/15/2016	Department:	Finance
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## Subject

Approve a resolution declaring the City of Austin's official intent to reimburse itself from proceeds of certificates of obligation to be issued for expenditures in the total amount of \$6,500,000 for Health South facilities and the adjacent garage. (Related to Items 19 and 38)

## Amount and Source of Funding

\$6,500,000 in Certificates of Obligation to be issued in August 2017 or later.

## Fiscal Note

A fiscal note is attached.

Purchasing Language:	
Prior Council Action:	
For More Information:	Greg Canally, Interim Chief Financial Officer, 974-2609
Council Committee, Boards and Commission Action:	
MBE / WBE:	
Related Items:	

## Additional Backup Information

For the City to spend money today, but reimburse itself from the issuance of debt obligations in the future, a reimbursement resolution is required by state and federal law. The resolution must contain certain information and is generally drafted by bond counsel to protect the tax-exempt status of the future issuance. The resolution must be passed not more than 60 days after the date that the cost to be reimbursed is paid. Failure to adopt a qualified declaration of official intent will prohibit the City from reimbursing the cost with the proceeds of tax exempt obligations. Tax exempt reimbursement debt generally must be issued 18 months after the later of, the date the expenditure was made, or the date that the project, with respect to which the expenditure was made, is placed in service.