

AGENDA



Recommendation for Council Action

AUSTIN CITY COUNCIL
Regular Meeting: June 28, 2018

 Item Number: **004**

Aviation

Approve a resolution expressing the City's consent, as required by Internal Revenue Code Section 147(f), to the Public Finance Authority's issuance of bonds for the purpose of making a loan to Austin FBO, LLC in an amount not to exceed \$50,000,000 for the construction and equipping of facilities providing services to general aviation aircraft operations at Austin-Bergstrom International Airport.

District(s) Affected: District 2

Lead Department	Aviation.
Fiscal Note	No fiscal note is required.
For More Information	Susana Carbajal, Assistant Director, 512-530-6364.
Council Committee, Boards and Commission Action	Recommended by the Airport Advisory Commission on June 12, 2018.

Additional Backup Information:

The Public Finance Authority intends to issue bonds in an aggregate principal amount not to exceed \$50,000,000 and loan the bond proceeds to Austin FBO, LLC in Austin, Texas. The bond proceeds will be used to finance the construction and equipping of general aviation facilities located on approximately 23 acres of land at Austin-Bergstrom International Airport (ABIA).

On June 5, 2018, a public hearing was held at ABIA in connection with the issuance of the bonds in accordance with the Internal Revenue Code, and no persons presented comments orally or in writing.

The Internal Revenue Code requires that Council approve the bonds since the facilities being financed by the bond proceeds are located within the City. The City is not being asked for funds and in no way will the bonds be considered a debt or liability of the City. The financing does not count against the City's bonding capacity. All the expenses and repayment liability for this financing are solely an obligation of Austin FBO, LLC.