



## Recommendation for Action

**File #:** 19-2505, **Agenda Item #:** 67.

8/8/2019

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### **Posting Language**

Approve a resolution authorizing the issuance by Moore's Crossing Municipal Utility District of Unlimited Tax Refunding Bonds, Series 2019, in an amount not to exceed \$3,130,000.

### **Lead Department**

Treasury

### **Fiscal Note**

This item has no fiscal impact.

### **Prior Council Action:**

20110818-027 - Approved a resolution authorizing the issuance by Moore's Crossing Municipal Utility District of Unlimited Tax Bonds, Series 2011.

20120802-067 - Approved a resolution authorizing the issuance by Moore's Crossing Municipal Utility District of Unlimited Tax Refunding Bonds, Series 2012.

### **For More Information:**

Belinda Weaver, Interim City Treasurer, 512-974-7885

### **Additional Backup Information:**

The City of Austin and the Moore's Crossing Municipal Utility District ("District") entered into the "Agreement Concerning Creation of Moore's Crossing Municipal Utility District" on March 13, 1986. The District was created by the Texas Water Commission, predecessor to the Texas Commission on Environmental Quality ("TCEQ") on June 17, 1987. The District consists of approximately 838 acres located in Travis County, approximately eight miles south-southeast of Austin's central business district, and is situated approximately 1.5 miles south of Austin Bergstrom International Airport. Access to the District is provided by Interstate Highway 35 and Burleson Road via Elroy Road.

The District has proposed a refunding bond issue to reduce annual debt service requirements. Proceeds of the issue will be used to refund and redeem \$3,130,000 principal amount of outstanding bonds including: \$1,425,000 Unlimited Tax Bonds, Series 2011 and \$1,705,000 Unlimited Tax Bonds, Series 2012, collectively, the "Refunded Bonds". Existing interest rates are estimated to produce net present value savings of \$200,208.94 or 6.40%.

The District will realize average annual debt service savings of \$18,865 through the remaining term of the Refunded Bonds, which does not extend past the term of the existing debt. The City is not responsible for debt service on the District's Bonds. Furthermore, the City would benefit from the debt service savings associated with the refunding once the District is dissolved.

The City's Financial Services Department (Treasury) and the City's Financial Advisor have reviewed the District's proposed refunding bond sale and recommend approval.

