



Recommendation for Action

File #: 19-3012, **Agenda Item #:** 6.

9/10/2019

Posting Language

Approve a resolution declaring the City of Austin's official intent to reimburse itself from: November 2016 Proposition 1 General Obligation (GO) bonds in the amount of \$137,840,000; November 2018 Proposition A GO bonds in the amount of \$59,000,000; November 2018 Proposition B GO bonds in the amount of \$57,900,000; November 2018 Proposition C GO bonds in the amount of \$37,500,000; November 2018 Proposition D GO bonds in the amount of \$60,650,000; November 2018 Proposition E GO bonds in the amount of \$15,400,000; November 2018 Proposition F GO bonds in the amount of \$28,550,000; November 2018 Proposition G GO bonds in the amount of \$23,950,000; Certificates of Obligation in the amount of \$71,565,000; and Contractual Obligations in the amount of \$43,825,000.

Lead Department

Budget Office

Fiscal Note

\$420,790,000 in General Obligation Public Improvement Bonds to be issued in August 2020 or later; \$71,565,000 in General Obligation Certificates of Obligation to be issued in August 2020 or later; and \$43,825,000 in General Obligation Contractual Obligations to be issued in August 2020 or later. Fiscal note is attached.

For More Information:

Ed Van Eenoo, Deputy Chief Financial Officer, 512-974-2638

Additional Backup Information:

A city must have budgeted for and provided a source of funds in order to enter into a contract. For the City of Austin to spend money today, State and federal law require the City to approve a reimbursement resolution, which allows the City to reimburse itself from the issuance of debt obligations in the future. The resolution must contain certain information and protect the tax-exempt status of the future issuance. Failure to adopt a qualified declaration of official intent will prohibit the City from reimbursing the cost with the proceeds of tax-exempt obligations. Reimbursement bonds generally must be issued no later than 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.

This action expresses the City Council's intent to authorize the reimbursement for costs associated with FY 2019-20 Approved Capital Budget items for general obligation debt, as described below:

General Obligation Public Improvement Bonds: \$420,790,000

- 2016 P1 - \$137,840,000 for transportation and mobility
- 2018 PA - \$59,000,000 for affordable housing
- 2018 PB - \$57,900,000 for libraries, museums and cultural centers
- 2018 PC - \$37,500,000 for parks and recreation

- 2018 PD - \$60,650,000 for flood mitigation, open space, and water quality protection
- 2018 PE - \$15,400,000 for health and human services
- 2018 PF - \$28,550,000 for public safety
- 2018 PG - \$23,950,000 for transportation infrastructure

General Obligation Certificates of Obligation: \$71,565,000

- \$49,365,000 for Fire station constructions and renovations
- \$22,200,000 for Waller Creek District improvements

General Obligation Contractual Obligations: \$43,825,000

- \$22,000,000 for Fleet Mobility Services vehicle and equipment acquisition
- \$16,800,000 for Greater Austin-Travis County Regional Radio System (GATRRS) upgrade
- \$5,025,000 for Austin Resource Recovery Curbside Compost Program expansion vehicles and equipment