

CAPITAL BUDGET FISCAL NOTE

DATE OF COUNCIL CONSIDERATION:

9/8/14

CONTACT DEPARTMENT(S):

Financial Services

SUBJECT: Approve a resolution declaring the City of Austin's official intent to reimburse itself from: November 2012 Proposition 12 General Obligation bonds in the amount of \$46,115,000 related to transportation and mobility; November 2012 Proposition 14 General Obligation bonds in the amount of \$25,800,000 related to parks and recreation; November 2012 Proposition 16 General Obligation bonds in the amount of \$10,362,000 related to public safety; November 2012 Proposition 17 General Obligation bonds in the amount of \$4,035,000 related to health and human services; November 2012 Proposition 18 General Obligation bonds in the amount of \$4,650,000 related to library, museum, and cultural arts; November 2013 Proposition 1 General Obligation bonds in the amount of \$10,000,000 for affordable housing; and Certificates of Obligation in the amount of \$5,000,000 for building improvements, \$12,500,000 for the new Central Library, \$3,000,000 for the [re]Manufacturing Hub project, and \$1,300,000 for golf course improvements.

CURRENT YEAR IMPACT: This item has no fiscal impact to the total debt service or tax rate in FY 2015. The debt will not be issued until FY 2016 or later.

FIVE-YEAR IMPACT: The Estimated Debt Service amounts below reflect payments based on issuing \$100.962 million in Series 2015 (FY2016) Public Improvement Bonds (PIBs) for 20 years at a 5.0% interest rate, and \$21.8 million Certificates of Obligation (COs) for 20 years at a 5.0% interest rate. The Impact on Tax Rate represents the amount required to service the estimated debt service for the tax-supported PIBs and COs.

	<u>FY 2016</u>	<u>FY 2017</u>	<u>FY 2018</u>	<u>FY 2019</u>	<u>FY 2020</u>
Estimated Debt Service	9,862,863	9,858,562	9,861,239	9,859,366	9,858,027
Impact on Tax Rate	0.0092	0.0088	0.0083	0.0081	0.0079

ANALYSIS / ADDITIONAL INFORMATION: This action expresses the City's Council's intent to authorize the reimbursement for costs associated with 2014-15 Approved Capital Budget items for General Obligation debt.