

A G E N D A



Recommendation for Council Action

Austin City Council	Item ID	47236	Agenda Number	74.
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Meeting Date:	6/18/2015	Department:	Watershed Protection
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Subject

Approve a resolution declaring the City of Austin's official intent to reimburse itself from Certificates of Obligation to be issued for expenditures relating to the Waller Creek Tunnel in the total amount of \$5,600,000. Related to Items # 19, # 73 and # 104.

Amount and Source of Funding

\$5,600,000 in settlement proceeds and/or Certificates of Obligation to be issued in August 2016 or later.

Fiscal Note

A fiscal note is attached.

Purchasing Language:	
Prior Council Action:	
For More Information:	Joe Pantalion, Watershed Protection Department Deputy Director, 512-974-3438; Kimberly Springer, Deputy Budget Officer, 512-974-2924
Council Committee, Boards and Commission Action:	
MBE / WBE:	
Related Items:	Related to 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 reviewed 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. Reimbursement bonds 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.

This action expresses the City Council's intent to authorize the reimbursement for costs associated with the Waller Creek Tunnel in the amount of \$5,600,000.