

A G E N D A



Recommendation for Council Action

Austin City Council	Item ID	62699	Agenda Number	7.
Meeting Date:	9/14/2016		Department:	Budget Office
Subject				
<p>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 \$3,650,000 related to transportation and mobility; November 2012 Proposition 14 General Obligation bonds in the amount of \$4,440,000 related to parks and recreation; November 2012 Proposition 16 General Obligation bonds in the amount of \$600,000 related to public safety; November 2012 Proposition 18 General Obligation bonds in the amount of \$1,405,000 related to library, museum, and cultural arts; November 2013 Proposition 1 General Obligation Bonds in the amount of \$14,000,000 for Affordable Housing; Certificates of Obligation in the amount of \$2,900,000 for the Women and Children's Shelter Renovation and Expansion, and \$5,000,000 for the New Central Library; and Contractual Obligations in the amount of \$3,020,000 for the Austin Resource Recovery organics program expansion vehicles and equipment; \$2,010,000 for Public Works Department vehicles and equipment; \$430,000 for Austin Transportation Department vehicles and equipment.</p>				
Amount and Source of Funding				
<p>\$24,095,000 in General Obligation Public Improvement Bonds to be issued in August 2017 or later; \$7,900,000 in General Obligation Certificates of Obligation to be issued in August 2017 or later; and \$5,460,000 in General Obligation Contractual Obligations to be issued in August 2017 or later.</p>				
Fiscal Note				
A fiscal note is not required.				
Purchasing Language:				
Prior Council Action:				
For More Information:	Ed Van Eenoo, Deputy Chief Financial Officer, 512-974-2638			
Council Committee, Boards and Commission Action:				
MBE / WBE:				
Related Items:				
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 to spend money today, but reimburse itself from the issuance of debt obligations in the future, state and federal law require the City to approve a reimbursement resolution. 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 Fiscal Year 2016-2017 Approved Capital Budget items for General Obligation debt, as described below:

General Obligation Public Improvement Bonds: \$24,095,000

- 2012 P12 - \$3,650,000 for transportation and mobility;
- 2012 P14 - \$4,440,000 for parks and recreation;
- 2012 P16 - \$600,000 for public safety;
- 2012 P18 - \$1,405,000 library, museum and cultural arts;
- 2013 P1 - \$14,000,000 affordable housing

General Obligation Certificates of Obligation: \$7,900,000

- \$5,000,000 for New Central Library;
- \$2,900,000 for the Women and Children's Shelter Renovation and Expansion.

General Obligation Contractual Obligations: \$5,460,000

- \$3,020,000 for Austin Resource Recovery organics program expansion vehicles and equipment;
- \$2,010,000 for Public Works Department vehicles and equipment;
- \$430,000 for Austin Transportation Department vehicles and equipment.