



Recommendation for Action

File #: 19-3526, **Agenda Item #:** 2.

11/14/2019

Posting Language

Approve a resolution declaring the City of Austin's official intent to reimburse itself from Contractual Obligations in the amount of \$150,000 to purchase vehicles for community health paramedics.

Lead Department

Budget Office

Fiscal Note

\$150,000 in General Obligation Contractual Obligations to be issued in August 2020 or later. A 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 Contractual Obligations: \$150,000

- \$150,000 to purchase vehicles for Community Health Paramedics