

**RESOLUTION AUTHORIZING DEFEASANCE OF  
PUBLIC IMPROVEMENT AND REFUNDING BONDS.**

*City of Austin, Texas Public Improvement and Refunding Bonds, Series 2020 (Series 2020 Bonds); and*

**WHEREAS**, the proceedings adopted by council authorizing the issuance of the Bonds provide that the City may defease all or any of the Defeased Obligations prior to their scheduled maturity; and

**WHEREAS,** City staff recommends to council that the Defeased Obligations be defeased in the manner described below to remove the debt from its books and to permit a change of use and conveyance of property originally purchased with a portion of the proceeds of the Defeased Obligations; and

**WHEREAS**, the meeting at which this Resolution is adopted was open to the public, and that public notice of the time, place, and purpose of such meeting was given, all as required by Chapter 551, Texas Government Code; **NOW, THEREFORE**,

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33 **Section 1.** Council hereby authorizes the use of surplus funds from the AHFC  
34 Housing Assistance Fund for the purpose of defeasing no more than a principal  
35 amount of \$485,000 of the Defeased Obligations. The Defeased Obligations will  
36 be escrowed to maturity or escrowed to the first optional redemption date through  
37 the deposit of cash and defeasance securities in an escrow fund to be established by  
38 the City. In connection with the defeasance of the Defeased Obligations, no bonds  
39 shall be issued.

40 **Section 2.** The City Manager shall select the Defeased Obligations to be defeased  
41 and their date of defeasance solely from available funds to be transferred from the  
42 AHFC Housing Assistance Fund in an amount, together with investment earnings  
43 on those funds, equal to the maturity amount of the Defeased Obligations, plus  
44 accrued interest on the Defeased Obligations to their maturity date or date of prior  
45 redemption.

46 **Section 3.** The City Manager shall execute and deliver any documents necessary to  
47 effect the defeasance of the Defeased Obligations, specifically, any agreement with  
48 the paying agent for the Defeased Obligations to hold the amounts deposited and  
49 invested to pay the Defeased Obligations at their maturity date.

50 **Section 4.** This Resolution shall become effective immediately upon its passage, in  
51 accordance with Section 1201.028, Texas Government Code.

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54 **ADOPTED:** \_\_\_\_\_, 2022 **ATTEST:** \_\_\_\_\_  
55 Myrna Rios  
56 City Clerk  
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