



Recommendation for Action

File #: 22-2962, **Agenda Item #:** 4.

9/29/2022

Posting Language

Approve a resolution finding that the property located at 2201 Grove Boulevard, Austin, Texas, is not essential to the maintenance and continued operation of the electric utility, that it is advisable to sell such property, and that such sale will not prevent the City from complying with the conditions of any revenue bond covenants.

Lead Department

Austin Energy

Fiscal Note

There is no unanticipated fiscal impact. A fiscal note is not required.

For More Information:

Robin Cappello, Director, Corporate Support Services, 702-496-3171; Amy Everhart, Director Local Government Affairs, 512-322-6087.

Council Committee, Boards and Commission Action:

September 12, 2022- Recommended by the Electric Utility Commission on a 9-0, with two vacancies.

Additional Backup Information:

On October 21, 2021, City Council approved the sale by Austin Energy of the property located at 2201 Grove Boulevard, Austin, Texas, to the Austin Housing and Finance Corporation for a price not to exceed \$3.6 million.

The master bond ordinance governing electric system revenue bonds provides that the Council may lease or dispose of electric utility system property provided it determines that (1) it is advisable to lease, dispose of, or not operate and maintain the property, (2) the operation of the property is not essential to the maintenance and continued operation of the remainder of the electric utility system, and (3) the lease, disposition, or failure to maintain or operate such property will not prevent the City from complying with the requirements of the City's electric rate covenants to bondholders.

The requested action will memorialize the Council's making of those determinations.

Strategic Outcome(s):

Government that Works for All.