

REIMBURSEMENT RESOLUTION
FISCAL NOTE

SUBJECT: Approve a resolution declaring the City of Austin’s official intent to reimburse itself from proceeds of: Certificates of Obligation in the amount of \$33,690,000; and Public Property Finance Contractual Obligations in the amount of \$68,515,000.

CURRENT YEAR IMPACT: This item has no fiscal impact to the total debt service or tax rate in FY 2024. The debt will not be issued until August 2024 or later.

FIVE YEAR IMPACT:

	<u>FY 2025</u>	<u>FY 2026</u>	<u>FY 2027</u>	<u>FY 2028</u>	<u>FY 2029</u>
Estimated Debt Service	\$8,562,375	\$14,415,750	\$14,407,000	\$14,394,000	\$14,385,750
Impact on Tax Rate	0.00341	0.00557	0.00540	0.00524	0.00508

ANALYSIS / ADDITIONAL INFORMATION: For the City of Austin to spend money today and reimburse itself from the issuance of tax-exempt debt obligations, federal law requires 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. Tax exempt debt obligations being utilized to make a reimbursement must generally 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.