

REIMBURSEMENT RESOLUTION

FISCAL NOTE

CONTACT DEPARTMENT(S):

Financial Services

SUBJECT: Approve a resolution declaring the City of Austin's official intent to reimburse itself from: Certificates of Obligations in the amount of \$750,000.

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	\$62,500	\$61,250	\$60,000	\$58,750	\$62,500
Impact on Tax Rate	0.0003	0.0002	0.0002	0.0002	0.0002

ANALYSIS / ADDITIONAL INFORMATION: For the City to spend money today and reimburse itself from the issuance of debt obligations in the future, a reimbursement resolution is required by state and federal law. The resolution must contain certain information to 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.