



AGENDA MEMORANDUM

Future Item for the City Council Meeting of July 30, 2013
Action Item for the City Council Meeting of August 20, 2013

DATE: July 25, 2013
TO: Ronald L. Olson, City Manager
FROM: Daniel Biles, P. E., Director of Engineering Services
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Resolution Establishing the City's Binding Intention
For Destination Bayfront Bond Issuance

CAPTION:

Resolution establishing the City's binding intention to issue General Improvement Bonds to design, develop, construct, renovate, and improve Destination Bayfront upon obtaining the approval of City voters and upon raising private contributions and other financial support of such Project; authorizing other matters incident and related thereto; and providing an effective date.

PURPOSE:

If the proposition for Destination Bayfront is approved by City voters on November 5, 2013, this agreement will guarantee the timing of bond issuance for Destination Bayfront to be contingent upon the successful raising of private funds.

BACKGROUND AND FINDINGS:

This election will provide City voters with the opportunity to authorize the issuance of bonds for a public-private project known as Destination Bayfront – a plan developed with public input to make improvements, renovations and enhancements to revitalize and economically develop approximately 34 acres of public land and beach downtown by leveraging public construction dollars with privately raised funds for ongoing park programming, operation and maintenance costs. Prior to the City issuing the bonds and prior to construction starting, privately raised funds in the amount of \$15 million will be identified and deposited or pledged to support the long-term maintenance and operation of the project.

ALTERNATIVES:

Do not approve this resolution binding the timing of bond issuance to successful private fundraising, if the project is approved by voters in November 2013. (Not Recommended)

OTHER CONSIDERATIONS:

A second election item (Ordinance) is being presented for City Council approval during this meeting which would call for a November 5, 2013 election where city voters will have the opportunity to approve issuing bonds for the City share of this project.

CONFORMITY TO CITY POLICY:

This item conforms to City Charter requirements regarding issuing bonds and complies with the Texas Election Code.

EMERGENCY / NON-EMERGENCY:

Non-Emergency

DEPARTMENTAL CLEARANCES:

Engineering Services Department
Legal Department
Finance Department
Management and Budget Department

FINANCIAL IMPACT:

Operating Revenue Capital X Not applicable

Fiscal Year: 2012-2013	Project to Date Expenditures (CIP only)	Current Year	Future Years	TOTALS
Line Item Budget				
Encumbered / Expended Amount				
This item				
BALANCE				

Fund(s):

Approval of this Resolution does not create a financial obligation at this time.

RECOMMENDATION:

Approval of the Resolution as proposed.

LIST OF SUPPORTING DOCUMENTS:

Resolution