



## **AGENDA MEMORANDUM**

Future Item for the City Council Meeting of March 27, 2018  
Action Item for the City Council Meeting of April 10, 2018

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**DATE:** March 9, 2018

**TO:** Margie C. Rose, City Manager

**THRU:** Sylvia Carrillo-Treviño, Assistant City Manager

**FROM:** Constance P. Sanchez, Director of Financial Services  
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<p>Reimbursement Resolution for Solid Waste Certificates of Obligation</p>
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**CAPTION:**

Resolution relating to establishing the City's intention to reimburse itself for the prior lawful expenditure of funds from the proceeds one or more series of taxable obligations to be issued by the City in an aggregate amount not to exceed \$7,500,000 for authorized purposes relating to constructing various City improvements; authorizing matters incident and related thereto; and providing an effective date.

**PURPOSE:**

The City plans on issuing up to \$7,500,000 of taxable certificates of obligation to construct Sector 3C disposal cell at the Cefé Valenzuela Landfill. In order to begin awarding contracts and expending funds prior to the receipt of the proceeds from the certificates of obligation, this resolution gives the City the authority to reimburse itself from the proceeds for qualifying expenditures.

**BACKGROUND AND FINDINGS:**

At the February 27, 2018 City Council meeting, the City Council discussed upcoming bond projects for the fiscal year. One of the projects was the construction of Section 3C disposal cell at the Cefé Valenzuela Landfill. It was discussed that this project would be funded with certificates of obligation that would be paid for by the Solid Waste Department (and not by property taxes).

On April 10, 2018, the contract to begin construction for this new cell will be presented to the City Council for approval. For the City to be begin awarding contracts and to be

eligible for reimbursement of any expenditures incurred prior to the issuance of the certificates of obligation, the City must declare its intent to reimburse itself for payments made prior to the bonds being sold. This action must meet specific U. S. Treasury Regulations and requires approval by the City Council.

**ALTERNATIVES:**

Not applicable

**OTHER CONSIDERATIONS:**

Not applicable

**FINANCIAL IMPACT:**

Not Applicable     Operating Expense     Revenue     CIP

<b>FISCAL YEAR:</b>	<b>Project to Date Exp. (CIP Only)</b>	<b>Current Year</b>	<b>Future Years</b>	<b>TOTALS</b>
Budget	-	-	-	-
Encumbered/Expended amount of (date)	-	-	-	-
This item	-	-	-	-
BALANCE	-	-	-	-
FUND(S): Water CIP Fund				

**COMMENTS:**

Not applicable

**RECOMMENDATION:**

Staff recommends approval of the resolution as presented.

**CONFORMITY TO CITY POLICY:**

This item conforms to City policy.

**EMERGENCY / NON-EMERGENCY:**

Not applicable

**DEPARTMENTAL CLEARANCES:**

- Financial Services
- Solid Waste Services
- Engineering
- Bond Counsel
- City Attorney's Office

**LIST OF SUPPORTING DOCUMENTS:**

Resolution