



Item 17

Travis County Commissioners Court Agenda Request

Meeting Date: March 5, 2013

Prepared By/Phone Number: Travis R. Gatlin, 854-9065

Elected/Appointed Official/Dept. Head: Leslie Browder, County Executive, Planning and Budget *LB*

Commissioners Court Sponsor: Judge Samuel T. Biscoe

AGENDA LANGUAGE: CONSIDER AND TAKE APPROPRIATE ACTION ON DEBT ISSUANCE SCHEDULE AND FUNDING FOR FISCAL YEAR 2013 CAPITAL PROJECTS, INCLUDING REVISIONS TO TRANSPORTATION AND NATURAL RESOURCES PROPOSED CASH FLOW FOR 2011 AUTHORIZED PROJECTS.

BACKGROUND/SUMMARY OF REQUEST AND ATTACHMENTS:

Please see attached documentation.

STAFF RECOMMENDATIONS:

Please see attached documentation.

ISSUES AND OPPORTUNITIES:

Please see attached documentation.

FISCAL IMPACT AND SOURCE OF FUNDING:

Please see attached documentation.

REQUIRED AUTHORIZATIONS:

Leslie Browder, Planning and Budget Office (512) 854-9106

Jessica Rio, Planning and Budget Office, (512) 854-9106

David Salazar, County Judge's Office, (512) 854-9555

AGENDA REQUEST DEADLINE: All agenda requests and supporting materials must be submitted as a pdf to Cheryl Aker in the County Judge's office, Cheryl.Aker@co.travis.tx.us by Tuesdays at 5:00 p.m. for the next week's meeting.



PLANNING AND BUDGET OFFICE
TRAVIS COUNTY, TEXAS

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P.O. Box 1748
Austin, Texas 78767

MEMORANDUM

TO: Commissioners Court *Travis R. Matlen*
FROM: Travis R. Gatlin, Assistant Budget Director
DATE: February 20, 2013
SUBJECT: FY 13 Proposed Debt Issuance

The following tables summarize the Bonds and Certificates of Obligation (COs) proposed for issuance in FY 13. The total amount of debt proposed for issuance in FY 13 is \$66,500,000.

The proposed FY 13 20-year maturity issuance for the 2011 Authorized Bond Projects is based on a revised cash flow requested by Transportation and Natural Resources (TNR). The total multi-year issuance remains at \$214,945,000, but has slight annual variations from the original cash flow. This results in more funds being issued in FY 13 through FY 15 and less between FY 16 to FY 18. TNR has requested the revisions "to take advantage of a favorable real estate market, accelerate project design and construction when ready, and to accommodate for development of certain partnership agreements." The table below summarizes the request. Please see the attached memo from TNR for additional details. The Planning and Budget Office (PBO) supports the change since it is intended to maximize current market conditions to benefit Travis County taxpayers and since interest rates continue to be at historic lows. PBO also strongly recommends that TNR continue to work diligently to close-out projects from previous authorizations in order to ensure projects are completed in a timely manner as possible.

Description	FY 12	FY 13	FY 14	FY 15	FY 16	FY 17	FY 18	Total
Revised	\$52,645,000	\$43,975,000	\$40,885,000	\$36,005,000	\$32,720,000	\$5,490,000	\$3,225,000	\$214,945,000
Original	52,645,000	41,940,000	39,295,000	33,170,000	36,400,000	6,600,000	4,895,000	214,945,000
Change	\$0	\$2,035,000	\$1,590,000	\$2,835,000	(\$3,680,000)	(\$1,110,000)	(\$1,670,000)	\$0

I. 20-year Bonds - \$43,975,000

2011 Voter Approved Bonds – Requested FY 13 Cash Flow	Recommended FY 13 Long-term Issuance Based on Revised Cash Flow from TNR ¹
Proposition One (Roadway, Drainage, Bridge and Bike/Pedestrian Projects)	\$33,220,000
Proposition Two (Parks and Land Conservation Projects)	10,755,000
Total for all Voter Approved Debt (20-year maturity)	\$43,975,000

¹ Includes related issuance costs.

II. Five-year Certificates of Obligation – \$22,525,000

Department	Project	Amount
Information Technology Services (ITS)	End of Life Network, Servers and Storage	\$1,591,500
	SAN Fabric Expansion	350,000
	Dense Wave Division Multiplexing to provide high amounts of bandwidth for network and storage communication	250,000
	Building Router High Availability to ensure reliability and availability of the data network for voice and data services	360,000
	Data Storage Increase	1,000,000
Subtotal for ITS		\$3,551,500
Facilities Management Department (FMD)	Granger Building Renovations and Improvements	\$4,489,208
	Executive Office Building Improvements	4,281,200
	Blackwell-Thurman CJC Improvements	\$286,890
	HMS Courthouse Improvements	184,350
	Executive Office Building Parking Garage Improvements	93,615
	Post Road Elevator Upgrade	75,000
	Post Road Drug Court Renovations for CSCD	62,016
	Precinct Two Building Renovations for CSCD	48,243
	Gault Building Improvements	45,138
	Holt Building Improvements	44,070
	Brizendine Building Improvements	30,000
Subtotal for FMD		\$9,639,730
Travis County Sheriff's Office (TCSO)	TCJ Phase III: Duct Work Project	\$2,250,000
	HVAC Units Building 2	660,000
	Replacement of Security Fencing	560,000
	Shelving for Evidence Lab	268,286
	Lockers for Evidence Lab	198,000
	Smoke Detection System for Life Safety Academy	50,000
	Fire Detection System for TCCC Building 12 G Unit	50,000
	Access Modifications for TCCC Building 12	30,000
Subtotal for TCSO		\$4,066,286
Transportation and Natural Resources (TNR)	HMAC and Alternative Paving Projects	\$1,429,849
	East Service Center FM 969 Entrance	400,000
	Capital Drainage Projects	327,000
	Traffic Signals- New Installations	300,000
	Park Roads and Parking Lot Maintenance	219,373
	Metro Park Concrete Sidewalk Upgrade	190,120
Subtotal for TNR		\$2,866,342
Emergency Medical Services (EMS)	Fire Fighting Aircraft, Aircraft Dolly and Aircraft Bambi Bucket	\$2,302,015
Subtotal for EMS		\$2,302,015
Total W/O Issuance Costs		\$22,425,873
Issuance Costs		\$99,127
Total With Issuance Costs		\$22,525,000

The FY 13 COs included in the Adopted Budget totaled \$25,275,000. The revised recommended FY 13 issuance of COs is \$22,550,000 and is \$2,750,000 less than the Adopted Budget. The changes are highlighted below.

FY 13 Adopted Budget Proposed COs	\$25,275,000
Reduction from approved projects funded through the Capital Project Review Process "Scrubbing" approved by Court on Feb 26, 2013	(2,560,576)
Reduction from moving the non-COs eligible portion of Fire Fighting Aircraft to Capital Acquisition Resources (CAR) funding approved by Court on December 11, 2012	(82,552)
Reduction from lower final price for the Fire Fighting Aircraft approved by Court on December 11, 2012.	(78,439)
Reduction from estimated lower issuance costs	(28,433)
FY 13 Proposed CO Issuance	\$22,525,000

PBO recommends approval of revised cash flow for 2011 Voter Approved Bond Projects and the final project list for the FY 13 Certificates of Obligation. The final project list includes only projects approved as a part of the FY 13 budget process along with administrative revisions that allow the Court to issue less debt than was anticipated at the time the FY 13 budget was adopted.

Please let me know if you have any questions.

cc: David Escamilla, County Attorney
 John Hille, Tenley Aldredge, County Attorney's Office
 Glenn Opel (Bond Counsel)
 Ladd Pattillo, (Financial Advisor)
 Nicki Riley, County Auditor
 Hannah York, Adrienne Yust, Sharon Martindale, County Auditor's Office
 Walter LaGrone, Randy Lot, ITS.
 Greg Hamilton, Travis County Sheriff
 Paul Mathews, TCSO
 Danny Hobby, Casey Ping, EMS
 Steven Manilla, Cynthia McDonald, Donna Williams-Jones, TNR
 Roger El-Khoury, John Carr, Amy Draper, FMD
 PBO