



CENTRAL TEXAS REGIONAL
MOBILITY AUTHORITY

August 16, 2023
AGENDA ITEM #6

Authorize reimbursement of financing
expenditures for the 183A Added
Capacity Project

Strategic Plan Relevance:	Stewardship
Department:	Finance
Contact:	Jose Hernandez, Chief Financial Officer
Associated Costs:	Not to exceed \$169 million
Funding Source:	General Fund until reimbursed from future bond proceeds
Action Requested:	Consider and act on draft resolution

Background: In order to eventually use bond proceeds for the acquisition, construction, reconstruction or renovation project costs that will be incurred prior to receiving the bond proceeds, the Board must adopt a resolution to allow the Authority to reimburse the General Fund for these payments.

Action requested/Staff Recommendation: Seeking Board approval to allow the Mobility Authority to reimburse expenditures made for the 183A added capacity project from future bond proceeds.

Backup Provided: Draft Resolution

**GENERAL MEETING OF THE BOARD OF DIRECTORS
OF THE
CENTRAL TEXAS REGIONAL MOBILITY AUTHORITY**

RESOLUTION NO. 23-0XX

**EXPRESSING INTENT TO FINANCE EXPENDITURES
TO BE INCURRED FOR THE 183A ADDED CAPACITY PROJECT**

WHEREAS, the Central Texas Regional Mobility Authority (the “Authority”) is a political subdivision of the State of Texas authorized to finance its activities by issuing obligations; and

WHEREAS, the Authority will make, or has made not more than 60 days prior to the date hereof, payments with respect to the acquisition, construction, reconstruction or renovation of the projects listed on Exhibit A attached hereto (each, a “Financed Project”); and

WHEREAS, in certain circumstances, federal and/or state law requires that the Authority express its official intent to issue obligations to reimburse itself for expenditures paid prior to the issuance of such obligations in order for such expenditures to be eligible for reimbursement from proceeds of such obligations; and

WHEREAS, Section 1.150-2(d)(2) of the Treasury Regulations sets forth limitations regarding the timing of reimbursements made from the proceeds of certain obligations.

NOW, THEREFORE, BE IT RESOLVED that the Authority reasonably expects to reimburse itself for costs that have been or will be paid subsequent to the date that is 60 days prior to the date hereof and that are to be paid in connection with the acquisition, construction, reconstruction or renovation of the Financed Project from the proceeds of obligations to be issued subsequent to the date hereof; and

BE IT FURTHER RESOLVED, that the Authority reasonably expects that the maximum principal amount of obligations issued to reimburse the Authority for the costs associated with the Financed Project will be \$169,000,000. Such obligations may be issued pursuant to a plan of finance in one or more series; and

BE IT FURTHER RESOLVED, that unless otherwise advised by bond counsel, any reimbursement allocation will be made not later than eighteen months after the later of: (1) the date the original expenditure is paid or (2) the date on which the applicable Financed Project is placed in service or abandoned, but in no event more than three years after the original expenditure is paid.

Adopted by the Board of Directors of the Central Texas Regional Mobility Authority on the 16th day of August 2023.

Submitted and reviewed by:

Approved:

James M. Bass
Executive Director

Robert W. Jenkins, Jr.
Chairman, Board of Directors

Exhibit A

DESCRIPTION OF PROJECT

Purpose/Project

Amount

Highway improvements, including but not limited to improvements and upgrades related to the 183A added capacity project.

\$169,000,000