



**CENTRAL TEXAS
Regional Mobility Authority**

AGENDA ITEM #10 SUMMARY

Authorize the borrowing of funds for the 183 South (Bergstrom Expressway) Project, and the execution and delivery of a secured loan agreement in connection therewith; and enacting other provisions related thereto.

Strategic Plan Relevance: Regional Mobility

Department: Finance

Associated Costs: To be determined

Funding Source: 183 South (Bergstrom Expressway) Project Funds

Board Action Required: Yes

Description of Matter:

At its July 1, 2015, meeting, the Board authorized issuing a request for proposals to solicit an interim loan for development of the 183 South (Bergstrom Expressway) Project. Staff has issued that RFP and will present a recommendation to the Board from the responses to the RFP, which are due on Tuesday, July 28, 2015.

This item will authorize an interim loan not to exceed \$75 million to fund the 183 South (Bergstrom Expressway) Project. Details of the recommended and proposed Loan Agreement will be provided to the Board of Directors at the meeting.

Reference: Draft Resolution

Contact: Bill Chapman, Chief Financial Officer

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

RESOLUTION 15-_____

RESOLUTION AUTHORIZING THE BORROWING OF FUNDS
FROM REGIONS BANK AND THE EXECUTION AND DELIVERY
OF A SECURED LOAN AGREEMENT IN CONNECTION
THEREWITH; AND ENACTING OTHER PROVISIONS RELATED
THERE TO

WHEREAS, pursuant to Chapter 370, Texas Transportation Code, as amended (the “Act”), the Central Texas Regional Mobility Authority (the “Authority”), is authorized to: (i) study, evaluate, design, finance, acquire, construct, maintain, repair and operate transportation projects (as defined in the Act), individually or as a system (as defined in the Act); and (ii) issue bonds, certificates, notes or other obligations payable from revenues of a transportation project or system, including tolls, fees, fares or other charges, to pay all or part of the cost of a transportation project and to refund any bonds previously issued for a transportation project; and (iii) impose tolls, fees, fares or other charges for the use of each of its transportation projects and the different parts or sections of each of its transportation projects; and

WHEREAS, pursuant to the Act, the Authority is authorized to pay the cost of a transportation project by entering into a loan agreement and pledging to the payment of such loan agreement funds or revenues legally available to the Authority; and

WHEREAS, the Board of Directors (the “Board”) of the Authority has determined to proceed with the construction of the Transportation Project, as defined below; and

WHEREAS, Regions Bank (the “Bank”) is willing to loan monies, in installments, to the Authority as requested by the Authority from time to time, in an aggregate principal amount not to exceed \$75,000,000, on the terms set forth in a Secured Loan Agreement (the “Loan Agreement”), between the Bank and the Authority, for the purpose of providing funds to pay all or a portion of the cost of the Transportation Project (as defined in the Loan Agreement); and

WHEREAS, the Loan (as defined in the Loan Agreement) made pursuant to the Loan Agreement shall be a limited obligation of the Authority, payable solely from the Pledged Revenues (as defined in the Loan Agreement), and, at the Authority’s option, shall be payable also from other funds or revenue available to the Authority, all as provided in and in accordance with the terms of the Loan Agreement; and

WHEREAS, the Board has determined to pledge the Pledged Revenues as the sole security for the repayment of the Loan; and

WHEREAS, it is hereby found and determined that the meeting at which this Resolution is approved is open to the public and public notice of the time, place and subject matter of the public business to be considered and acted upon at said meeting, including this Resolution, was given, all as required by the applicable provisions of Chapter 551, Texas Government Code, as amended;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE CENTRAL TEXAS REGIONAL MOBILITY AUTHORITY THAT:

Section 1. Findings. The findings and determinations contained in the preambles hereof are hereby incorporated herein for all purposes as if set forth herein in their entirety.

Section 2. Approval of Borrowing. The Board hereby authorizes the borrowing by the Authority of \$75,000,000, in installments and from time to time, from the Bank for the purpose of providing funds to pay a portion of the costs of the Transportation Project.

Section 3. Approval of the Loan Agreement. The form, terms and provisions of the Loan Agreement, evidencing the obligation of the Authority to repay the Loan, in the substantially final form presented at this meeting, are hereby approved, with such changes as may be approved by the officer executing such Loan Agreement, such approval to be evidenced by the execution thereof. The Chairman and Vice Chairman of the Board and the Executive Director of the Authority are hereby authorized, and each of them singly and individually, to execute the Loan Agreement and the Installment Promissory Note (as defined in and in the form attached to the Loan Agreement) on behalf of the Authority and the signature of such officer shall be attested by the Secretary of the Board.

Section 4. Pledge of Pledged Revenues. The Board hereby pledges the Pledged Revenues as the sole security for repayment of the Loan in accordance with the terms and provisions of the Loan Agreement.

Section 5. Authority's Obligations Under Loan Agreement. The Authority's obligations under the Loan Agreement, including its obligations to pay interest on and principal of the Loan, shall be as set forth in the Loan Agreement.

Section 6. Appointment of Authorized Officers. The Board hereby appoints the Chairman, Vice Chairman and Secretary of the Board, and the Executive Director, the Chief Financial Officer and the Controller of the Authority, and each of them singly and individually, to act in the capacity of "Authorized Officer" under the Loan Agreement and to execute and deliver requests for loan installments and such other instruments, certificates and documents as may be required from time to time to be delivered under or in connection with the Loan Agreement and the Loan.

Section 7. Further Actions. The Authorized Officers and staff of the Authority, and its professional consultants, are hereby authorized and directed to take any and all actions and to execute and deliver any and all instruments and documents, whether or not mentioned herein, as may be necessary or desirable to carry out and effectuate the purposes of this Resolution and the Loan Agreement.

Adopted by the Board of Directors of Central Texas Regional Mobility Authority on the 29th day of July, 2015.

Submitted and reviewed by:

Approved:

Andrew Martin, General Counsel

Ray A. Wilkerson, Chairman
Board of Directors