



CITY OF HOUSTON - CITY COUNCIL

Meeting Date: 7/10/2018 7/17/18
ALL

Item Creation Date: 6/24/2018

FIN Commercial Paper FY19

Agenda Item#: 16.

Summary:

ORDINANCE amending and ratifying Ordinance Nos. 2015-77, 2017-821, & 2013-89 relating to the Series G, H-2 and J commercial paper programs pertaining to the authorized purposes of such commercial paper programs

Background:

SUBJECT:

AN ORDINANCE AMENDING AND RATIFYING ORDINANCE NOS. 2015-77, 2017-821, & 2013-89, RELATING TO THE SERIES G, H-2, & J COMMERCIAL PAPER PROGRAMS PERTAINING TO THE AUTHORIZED PURPOSES OF SUCH COMMERCIAL PAPER PROGRAMS; AND MAKING FINDINGS RELATING THERETO AND DECLARING AN EMERGENCY.

RECOMMENDATION:

APPROVE AN ORDINANCE AMENDING AND RATIFYING ORDINANCE NOS. 2015-77, 2017-821, & 2013-89 RELATING TO THE SERIES G, H-2, & J COMMERCIAL PAPER PROGRAMS PERTAINING TO THE AUTHORIZED PURPOSES OF SUCH COMMERCIAL PAPER PROGRAMS; AND MAKING FINDINGS RELATING THERETO AND DECLARING AN EMERGENCY.

SPECIFIC EXPLANATION:

In 1993, City Council authorized commercial paper programs to provide appropriation capacity and on-time funding for capital projects. The commercial paper notes are later refinanced to long-term fixed rate public improvement bonds with amortizations that match the useful life of the projects being financed.

City Council has previously authorized commercial paper issuance in support of the voter authorized public improvement bonds (2006, 2012 and 2017 Bond Elections). There is capacity under the General Obligation Commercial Paper Notes, Series G, H-2, & J, to continue to support the 2006, 2012 and 2017 Bond Elections. By authorizing an additional allocation, and approving the amending ordinance, Council will allow the commercial paper program to meet anticipated appropriation needs through the end of fiscal year 2019.

The recommended allocation is based on the FY2019 CIP as follows

Program and Department	Election Authorization	Approved by City Council for CP Issuance	Requested Additional CP Capacity Allocation	New CP Allocation	Remaining Balance
2012 Bond Election (in thousands)					
Public Safety	144,000	138,558	5,442	144,000	0
Parks and Recreation	166,000	143,880	22,120	166,000	0
Permanent and General Improvements	57,000	57,000	0	57,000	0
Public Libraries	28,000	28,000	0	28,000	0
Low Income Housing	15,000	4,208	1,100	5,308	9,692
Total	410,000	371,646	28,662	400,308	9,692

Program and Department	Election Authorization	Approved by City Council for CP Issuance	Requested Additional CP Capacity Allocation	New CP Allocation	Remaining Balance
2017 Bond Election (in thousands)					
Public Safety	159,000	0	25,864	25,864	133,136

Parks	104,000	0	16,876	16,876	87,124
Permanent and General Improvements	109,000	6,831	21,311	28,142	80,858
Library	123,000	2,797	24,287	27,084	95,916
Total	495,000	9,628	88,338	97,966	397,034

Total Request	117,000
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Tantri Emo, Finance Director

Prior Council Action:

10/24/2006 2006-1074; 7/18/2007 2007-0846; 2/27/2008 2008-0130;
 7/30/2008 2008-0670; 12/10/2008 2008-1147; 6/16/2009 2009-0527; 12/15/2010 2010-1034 04/28/2010 2010-327; 09/19/2012 2012-0833
 07/23/2013 2013-0666; 09/03/2014 2014-0803; 08/15/2015 2015-765; 08/03/2016 2016-578; 07/26/2017 2017-544 & 04/11/2018 2018-0287

Amount of Funding:

N/A

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ATTACHMENTS:

Description
Caption

Type
 Backup Material