

Mayor and Council Communication

DATE: 06/13/23

M&C FILE NUMBER: M&C 23-0472

LOG NAME: 20LEGACY DEBT ELIMINATION

SUBJECT

(CD 3, CD 4, and CD 6) Find that the City Project for Construction of SH 121T Southwest Parkway or Chisolm Trail Parkway is Complete, Freeing Residual Balances for Other Eligible Street and Transportation Improvement Expenditures; Adopt Appropriation Ordinances, and Amend the Fiscal Years 2023-2027 Capital Improvement Program (2018 Bond Program)

RECOMMENDATION:

It is recommended that the City Council:

1. Find that the City Project for Construction of SH 121T Southwest Parkway aka Chisolm Trail Parkway is complete and that the remaining residual balances can be programmed for other street and transportation improvements that are consistent with the purposes of the debt;
2. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the SH 121T Southwest Parkway Fund in the amount of \$973,370.36, from available funds, for the purpose of funding the Harmon Rd Design ROW project (City Project No. 100459);
3. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Street Improvements 2008 Fund in the amount of \$1,710,873.32, from available funds, for the purpose of funding the Harmon Rd Design ROW project (City Project No. 100459);
4. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Street Improvements Fund in the amount of \$668,332.26, from available funds, for the purpose of funding the Harmon Rd Design ROW project (City Project No. 100459);
5. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the 2007 Critical Capital Projects Fund in the amount of \$124,212.87, from available funds, for the purpose of funding the Harmon Rd Design ROW project (City Project No. 100459);
6. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the Street Improvements Supplement Fund in the amount of \$12,173.00, from available funds, for the purpose of funding the Harmon Rd Design ROW project (City Project No. 100459);
7. Adopt the attached appropriation ordinance increasing estimated receipts and appropriations in the 2008 Bond Program Residuals Fund in the amount of \$0.02, from available funds, for the purpose of funding the Harmon Rd Design ROW project (City Project No. 100459); and
8. Amend the Fiscal Years 2023-2027 Capital Improvement Program.

DISCUSSION:

The purpose of this Mayor and Council Communication (M&C) is to take actions to facilitate the identification and reprogramming of residual funds from the sale of debt associated with the City project that supported construction of SH 121T Southwest Parkway aka Chisolm Trail Parkway as well as appropriate remaining residuals from previous debt sales already declared substantially complete through M&C G-18738.

The Harmon Rd Design ROW project scope includes the construction of a four-lane arterial street from US 287/81 to Golden Triangle Boulevard, with roundabouts at Presidio Vista Drive, Heritage Trace Parkway and Golden Triangle Boulevard. Construction will be complete this fiscal year.

By appropriating these residual funds in Harmon Rd Design ROW project staff will be able to reclassify expenses in the current fiscal year that had originally been booked against the 2018 Bond Fund to these legacy debt sources and effectively expend them all in the same fiscal year. By posting these expenses to the old debt proceeds, not only will the City clear up the residual funds and projects, it will also free up approximately \$3,488,961.83 in 2018 Bond Fund resources for other project needs. The reprogramming of the freed up 2018 capacity will be identified in future M&Cs and subject to Council Approval.

The table below summarizes the funding history for the Harmon Rd Design ROW project:

Fund	Existing Appropriations	Authority	Appropriation Changes	Project Total Funding
30104 - Developer Contribution	\$0.00	M&C C-27896	\$12,900,000.00	\$12,900,000.00
34018 - 2018 Bond Program	\$0.00	M&C G-19306	\$18,000,000.00	\$30,900,000.00
56016 - WS Capital Project 2019	\$0.00	M&C C-28778	\$58,450.00	\$30,958,450.00

30104 - Developer Contribution	\$12,900,000.00	M&C 19-0141	(\$510,000.00)	\$30,448,450.00
30108 - Transportation Impact Fee Cap	\$0.00	M&C 20-0500	\$6,300,000.00	\$36,748,450.00
56002 - W&S Capital Projects	\$0.00	M&C 21-0353	\$343,927.00	\$37,092,377.00
30104 - Developer Contribution	\$12,390,000.00	M&C 22-0535	\$124,372.00	\$37,216,749.00
39405 - SH 121T Southwest Parkway	\$0.00	This M&C	\$973,370.36	\$38,190,119.36
39407 - Street Improvements 2008	\$0.00	This M&C	\$1,710,873.32	\$39,900,992.68
39403 - Street Improvements	\$0.00	This M&C	\$668,332.26	\$40,569,324.94
39001 - 2007 Critical Capital Projects	\$0.00	This M&C	\$124,212.87	\$40,693,537.81
39406 - Street Improvements Supplement	\$0.00	This M&C	\$12,173.00	\$40,705,710.81
39411 - 2008 Bond Program Residuals	\$0.00	This M&C	\$0.02	\$40,705,710.83

The project is currently funded by 2018 Bond Program Fund. Available resources within the General Fund will be used to provide interim financing until debt is issued. Once debt associated with the project is sold, bond proceeds will reimburse the General Fund in accordance with the statement expressing official Intent to Reimburse that was adopted as part of the ordinance canvassing the bond election (Ordinance No. 23209-05-2018) and subsequent actions taken by the Mayor and Council.

The appropriations contemplated in this M&C were not included in the Fiscal Years 2023-2027 Capital Improvement Program due to Council Action being required to declare the SH 121T Southwest Parkway or Chisolm Trail Parkway project complete. The actions in this M&C will amend the Fiscal Years 2023-2027 Capital Improvement Program as approved in connection with Ordinance 25773-09-2022.

A Form 1295 is not required because: This M&C does not request approval of a contract with a business entity.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that funds are currently available in the Unspecified-All Funds project within the SH 121T Southwest Parkway Fund, Street Improvements 2008 Fund, Street Improvements Fund, 2007 Critical Capital Projects Fund, Street Improvements Supplement Fund, and the 2008 Bond Program Residuals Fund and upon approval of the above recommendations and adoption of the attached appropriation ordinances, funds will be available in the SH 121T Southwest Parkway Fund, Street Improvements 2008 Fund, Street Improvements Fund, 2007 Critical Capital Projects Fund, Street Improvements Supplement Fund, and the 2008 Bond Program Residuals Fund for the Harmon Rd Design ROW project. Prior to an expenditure being incurred, the Transportation & Public Works Department has the responsibility of verifying the availability of funds.

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