



# CITY OF MCKINNEY, TEXAS

## Legislation Text

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**File #:** 18-568, **Version:** 1

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Consider/Discuss/Act on all Matters Incident and Related to Declaring Expectation to Reimburse Expenditures with Proceeds of Future Debt, Including the Adoption of a Resolution Pertaining Thereto

**COUNCIL GOAL:** Financially Sound Government  
4A: Provide funding and organizational framework to ensure continual economic improvements

**MEETING DATE:** July 12, 2018

**DEPARTMENT:** MEDC / City Financial Services

**CONTACT:** Mark Holloway, Chief Financial Officer  
Abby Liu, MEDC Interim President

**RECOMMENDED BOARD ACTION:**

- Approve resolution for reimbursement of expenditures with future debt proceeds

**ITEM SUMMARY:**

- This resolution allows MEDC to reimburse itself for prior land purchases using bond proceeds from the upcoming debt issuance

**BACKGROUND INFORMATION:**

- In spring 2018 MEDC purchased several parcels of land totaling \$32.35 million
- In a concurrent agenda item MEDC is issuing approximately \$20.14 million in taxable sales tax revenue bonds for the purpose of acquisition of land
- For the purpose of transparency MEDC is declaring its expectation to reimburse itself for the prior 2018 land acquisitions from the bond proceeds

**FINANCIAL SUMMARY:**

- The reimbursement resolution allows for the bond proceeds to replenish the operating fund of MEDC and can be used for any budgeted purpose

