

## ACTION FORM BRYAN CITY COUNCIL

<b>DATE OF COUNCIL MEETING:</b> August 27, 2013		<b>DATE SUBMITTED:</b> August 8, 2013	
<b>DEPARTMENT OF ORIGIN:</b> Fiscal		<b>SUBMITTED BY:</b> Joe Hegwood	
<b>MEETING TYPE:</b>	<b>CLASSIFICATION:</b>	<b>ORDINANCE:</b>	<b>STRATEGIC INITIATIVE:</b>
<input type="checkbox"/> BCD	<input type="checkbox"/> PUBLIC HEARING	<input type="checkbox"/> 1ST READING	<input type="checkbox"/> PUBLIC SAFETY
<input type="checkbox"/> SPECIAL	<input type="checkbox"/> CONSENT	<input type="checkbox"/> 2ND READING	<input type="checkbox"/> SERVICE
<input checked="" type="checkbox"/> REGULAR	<input checked="" type="checkbox"/> STATUTORY		<input checked="" type="checkbox"/> ECONOMIC DEVELOP.
<input type="checkbox"/> WORKSHOP	<input type="checkbox"/> REGULAR		<input type="checkbox"/> INFRASTRUCTURE
			<input type="checkbox"/> QUALITY OF LIFE
<b>AGENDA ITEM DESCRIPTION:</b> Authorize the transfer of funds in the amount of \$1,907,995 from General Fund to Bryan Commerce and Development (BCD) to pay off BBVA Compass bank loan due on September 9, 2013.			
<b>SUMMARY STATEMENT:</b> This action will provide funds to BCD to pay off an outstanding debt and interest of \$1,907,995 payable to BBVA Compass bank. In 2007, BCD borrowed \$2,000,000 for the acquisition of land in the Traditions area. The loan has been extended several times and remaining payment of \$1,907,995 is due on September 9, 2013. Proceeds from the sale of BCD properties in 2013 provide sufficient funds to pay off the loan.			
<b>STAFF ANALYSIS AND RECOMMENDATION:</b> The pay-off of the BBVA Compass loan reduces outstanding debt and saves over \$57k annually in interest costs. The remaining General Fund balance will still be well above the minimum fund balance policy of 60 days. Staff recommends transferring funds of \$1,907,995 from the General Fund to BCD to pay off the BVAA Compass bank loan due on September 9, 2013.			
<b>OPTIONS (In Suggested Order of Staff Preference):</b>			
<ol style="list-style-type: none"> <li>1. Approve transfer of funds to pay off loan.</li> <li>2. Renew and extend loan payoff to a future date.</li> </ol>			
<b>ATTACHMENTS:</b> BBVA Compass loan terms sheet			
<b>FUNDING SOURCE:</b> General Fund balance			
<b>APPROVALS:</b>			
<b>APPROVED FOR SUBMITTAL: CITY MANAGER</b> Kean Register, 08-08-2013			
<b>APPROVED FOR SUBMITTAL: CITY ATTORNEY</b> Janis K. Hampton, 08-12-2013			