

TEXAS TRANSPORTATION COMMISSION

MONTGOMERY County

MINUTE ORDER

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HOUSTON District

The City of Magnolia (city) submitted an application for \$2 million in financial assistance from the State Infrastructure Bank (SIB) under Title 43, Texas Administrative Code, Chapter 6 (rules). The application satisfies all requirements of the rules, including passage of a resolution by the Magnolia City Council authorizing submission of the application to the Texas Department of Transportation (department). The city intends to use the financial assistance to pay for the relocation and rehabilitation of city water and sewer lines along FM 1774 in connection with the reconstruction of FM 1774 from north of FM 1488 to south of West Lost Creek Boulevard.

Pursuant to §6.23(c) of the rules, the executive director waives the submission of required items of information or data not included with the application for financial assistance as the information or data is not relevant to the project, applicant, or financial assistance requested or the department already possesses information or data in a format that can be substituted for the required information or data.

The intended use of the financial assistance conforms to the purposes of the SIB. The present and projected financial condition of the SIB is sufficient to cover the requested financial assistance for the project.

Based on department review and analysis of the application, the Texas Transportation Commission (commission) makes the following findings: 1) the city has represented that ad valorem tax revenue will be used to repay the financial assistance, assuring the likely repayment of the financial assistance; 2) the project is consistent with the Statewide Transportation Plan; 3) the project is listed in the Statewide Transportation Improvement Program and is consistent with the State Implementation Plan; 4) the project will improve both the safety and efficiency of state transportation systems; and 5) the repayment of the financial assistance under negotiated terms will expand the availability of funding for other transportation projects and reduce direct state costs.

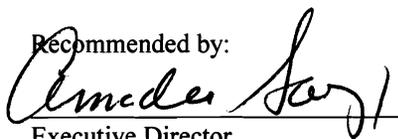
NOW, THEREFORE, IT IS DETERMINED that the application for SIB financial assistance submitted by the City of Magnolia meets the requirements of commission rules, and in accordance with those rules and applicable law, the commission grants preliminary approval of the application to borrow \$2 million from the SIB, and directs the executive director to commence negotiations and other actions authorized and required by its rules.

Submitted and reviewed by:



Director, Finance Division

Recommended by:



Executive Director

112795 **AUG 25 11**

Minute
Number

Date
Passed