

TEXAS TRANSPORTATION COMMISSION

MONTGOMERY County

MINUTE ORDER

Page 1 of 1

HOUSTON District


On August 25, 2011, by Minute Order 112795, the Texas Transportation Commission (commission) granted preliminary approval of an application for financial assistance from the City of Magnolia (city) to borrow \$2 million 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 (project).

Pursuant to the commission's preliminary approval, the executive director implemented and completed negotiations and other actions authorized and required by commission rules. The executive director affirms that the necessary social, economic, and environmental impact studies have been completed, and that the Texas Department of Transportation has approved those studies. The executive director recommends that the commission grant final approval of the SIB application for financial assistance.

The commission determines that providing financial assistance will protect the public safety and prudently provide for the protection of public funds, while furthering the purposes of the SIB; and that the project will provide for all reasonable and feasible measures to avoid, minimize, or mitigate for adverse environmental impacts.

IT IS THEREFORE ORDERED that the application for SIB financial assistance submitted by the City of Magnolia to borrow \$2 million from the State Infrastructure Bank is granted final approval. The executive director is directed and authorized to enter into the financial assistance agreement as negotiated with the city. The loan will be repaid over a period of no more than 15 years at 3.0 percent interest per annum. No deferral of repayment is authorized. The final maturity date will be February 1, 2026.

Submitted and reviewed by:



Director, Finance Division

Recommended by:



Interim Executive Director

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Minute Number Date Passed