

R E S O L U T I O N

1 WHEREAS, Deteriorating conditions in the credit markets have
2 severely diminished the ability of cities to access traditional
3 sources of funding for projects that meet critical local needs;
4 consequently, many municipal projects today are in jeopardy or are
5 being delayed, with prospects for their future realization highly
6 uncertain; and

7 WHEREAS, Municipal projects provide important, effective
8 economic stimulus and are worthy of partnership with the federal
9 government; civic projects instantly create and cause the retention
10 of multiple thousands of jobs in many different industries; city
11 projects often include partnerships with the private sector that
12 create a leveraging of mutual interests and maximum economic
13 benefit for the greater community; many city projects are transit
14 oriented, which spurs additional economic benefit; moreover, when
15 projects involve the enhancement or development of public mass
16 transit, they result in reduced highway congestion, reduced air
17 pollution, and reduced dependence on foreign oil; and

18 WHEREAS, Projects supported by municipal bonds are vetted
19 locally, approved in elections by local voters, and administered
20 locally, conditions that promote the highest level of transparency
21 and accountability; and

22 WHEREAS, Recently passed amendments to the Troubled Assets
23 Relief Program (TARP) legislation that are contained in H.R. 384,
24 Section 402, clarify the authority of the U.S. Treasury regarding

1 municipal securities; exercising the authority to directly
2 purchase such bonds, and/or provide credit enhancements for them,
3 would provide an opportunity to realize immediate, significant
4 contributions to our economic recovery; and

5 WHEREAS, Directly purchasing municipal securities at
6 appropriate interest rates, or providing credit enhancements that
7 allow cities access to traditional market interest rates for bonds,
8 would give the federal government the opportunity to be repaid,
9 with interest, the entire sum it furnishes through the partnership;
10 in addition, providing this relief in the municipal credit markets
11 would result in a significant tax reduction for local taxpayers in
12 the form of dramatically reduced publicly funded interest costs;
13 and

14 WHEREAS, Working together to construct an efficient
15 application of the authorization provided in H.R. 384, Section 402,
16 would greatly enhance our country's progress toward economic
17 recovery; now, therefore, be it

18 RESOLVED, That the House of Representatives of the 81st Texas
19 Legislature hereby respectfully urge U.S. Secretary of the Treasury
20 Timothy Geithner to implement a plan that will allow cities
21 affected by the credit crisis to access traditional market interest
22 rates for bonds; and, be it further

23 RESOLVED, That the chief clerk forward an official copy of
24 this resolution to the U.S. secretary of the treasury.

Mallory Caraway

Straus	Gattis	Menendez
Allen	Geren	Merritt
Alonzo	Giddings	Miklos
Alvarado	Gonzales	Miller of Comal
Anchia	Gonzalez Toureilles	Miller of Erath
Anderson	Guillen	Moody
Aycock	Gutierrez	Morrison
Berman	Hamilton	Naishtat
Bohac	Hancock	Oliveira
Bolton	Hardcastle	Olivo
Bonnen	Harless	Orr
Branch	Harper-Brown	Ortiz, Jr.
Brown of Kaufman	Hartnett	Otto
Brown of Brazos	Heflin	Parker
Burnam	Hernandez	Patrick
Button	Herrero	Paxton
Callegari	Hilderbran	Peña
Castro	Hochberg	Phillips
Chavez	Hodge	Pickett
Chisum	Homer	Pierson
Christian	Hopson	Pitts
Cohen	Howard of Fort Bend	Quintanilla
Coleman	Howard of Travis	Raymond
Cook	Hughes	Riddle
Corte	Hunter	Rios Ybarra
Crabb	Isett	Ritter
Craddick	Jackson	Rodriguez
Creighton	Jones	Rose
Crownover	Keffer	Sheffield
Darby	Kent	Shelton
Davis of Harris	King of Parker	Smith of Tarrant
Davis of Dallas	King of Taylor	Smith of Harris
Deshotel	King of Zavala	Smithee
Driver	Kleinschmidt	Solomons
Dukes	Kolkhorst	Strama
Dunnam	Kuempel	Swinford
Dutton	Laubenberg	Taylor
Edwards	Legler	Thibaut
Eiland	Leibowitz	Thompson
Eissler	Lewis	Truitt
Elkins	Lucio III	Turner of Tarrant
England	Madden	Turner of Harris
Farabee	Maldonado	Vaught
Farias	Mallory Caraway	Veasey
Farrar	Marquez	Villarreal
Fletcher	Martinez	Vo
Flores	Martinez Fischer	Walle
Flynn	McCall	Weber
Frost	McClendon	Woolley
Gallego	McReynolds	Zerwas

H.R. No. 1138

Speaker of the House

I certify that H.R. No. 1138 was adopted by the House on April 9, 2009, by a non-record vote.

Chief Clerk of the House