



**STAFF REPORT**  
**City of Dripping Springs**  
**PO Box 384**  
**511 Mercer Street**  
**Dripping Springs, TX 78620**

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**Submitted By:** Kevin Campbell, Executive Assistant

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**Council Meeting Date:** 25-Mar-2025

**Agenda Item Wording:** **Approval of a Professional Services Agreement between the City of Dripping Springs and Arbitrage Compliance Specialists, Inc. regarding arbitrage compliance services.** *Sponsor: Mayor Pro Tem Taline Manassian*

**Agenda Item Requestor:** Shawn Cox, Deputy City Administrator

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**Summary/Background:** The agreement is for services to comply with the IRS arbitrage compliance requirements. Calculations are due on both the 2015 bond (10th year calculation) as well as the 2019 COs (5<sup>th</sup> year calculation). Arbitrage Compliance Specialists, Inc. will provide bond compliance program services including calculation services and rebate calculation services. They will also provide support services, including discussing their report and findings, preparing a debt compliance monitoring schedule, advising on how future Tax Code changes may affect the debt issuance, and assist in the IRS record retention requirements.

**Commission Recommendations:** NA

**Recommended Council Actions:** Approve

**Attachments:** Arbitrage Compliance Agreement

**Next Steps/Schedule:** Complete Arbitrage compliance.