

City of Racine, Wisconsin
Declaration of Official Intent to Reimburse
Racine Water Distribution System Expansion
Resolution No. _____

WHEREAS, the City of Racine, owns and operates a water treatment plant and water distribution system through the Racine Water Utility; and

WHEREAS, the Water Utility may need to expand the distribution system capacity and minor improvements of the treatment plant for future growth projects; and

WHEREAS, the Utility expects to obtain a loan to provide long-term financing for the Project from the SDWLP; and

WHEREAS, planning, engineering and construction of the Projects are expected to proceed prior to the SDWLP loan being available; and

WHEREAS, the Racine Water Utility wishes to declare its intent to use its internal funds to temporarily fund the planning, engineering and construction of the Projects until the SDWLP loan, or other long-term financing, can be obtained; and

WHEREAS, this resolution documents the City's intent to reimburse its internal funds, as required by Treasury Regulations 26 CFR 1.150-2, with tax-exempt bond proceeds.

NOW, THEREFORE, BE IT RESOLVED, by the City Council of the City of Racine, Wisconsin, that:

1. Expenditures of Funds. The City or the Racine Water Utility shall make expenditures as needed from funds on hand, including funds in the Water Fund, to pay the cost of planning, engineering and construction of the Projects until the SDWLP loan proceeds become available.
2. Declaration of Official Intent. The City hereby officially declares its intent under Treasury Regulations, 26 CFR 1.150-2 to reimburse said expenditures with proceeds of the SDWLP loan, the aggregate principal amount of debt expected not to exceed \$100,000,000.

PASSED AND ADOPTED this _____ day of _____, 20__.

BY: City of Racine, Wisconsin

Mayor

Clerk