

City of Racine, Wisconsin
Declaration of Official Intent to Reimburse
Water Treatment Plant Pumping Improvements
Resolution No. _____

WHEREAS, the City of Racine, Wisconsin, owns, operates and maintains a Water Treatment Plant (WTP) through the Racine Water Utility; and

WHEREAS, the WTP's Low Lift Pumps require upgrading to add Variable Frequency Drives (VFDs) (Project) to insure continued successful operation to treat potable water; and

WHEREAS, the Utility expects to obtain a loan to provide long-term financing for the Project from the Wisconsin Environmental Improvement Fund's (EIF) Safe Drinking Water Loan Program (SDWLP); and

WHEREAS, installation and construction of the Project is expected to proceed prior to the SDWLP loan being available; and

WHEREAS, the City and the Racine Water Utility wishes to declare its intent to use its internal funds to temporarily fund the installation and construction of the Project until the SDWLP loan, can be obtained; and

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

BE IT THEREFORE 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, installation and construction of the Project until the SDWLP loan proceeds become available.
2. Declaration of Official Intent. The City and the Racine Water Utility hereby officially declares their 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 \$1,500,000.

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

BY: City of Racine, Wisconsin

Mayor

Clerk