

Resolution approving the intent to issue Utility Revenue Bonds by the Sanitary Sewer Utility for the funding of capital projects.

RESOLUTION

WHEREAS, an error was made at the end of year 2018 and 2019 in calculating the necessary available Sanitary Sewer Utility cash carried over for projects authorized in previous CIP budgets; and

WHEREAS, whereas all sanitary sewer CIP projects in 2019 and 2020 were cash funded with available cash; and

WHEREAS, had the accounting error not occurred many CIP projects in 2019 and 2020 would have been identified as funded thru Sanitary Sewer Utility borrowing instead of cash funded; and

WHEREAS, the cash need for the Sanitary Sewer Utility was further stressed by several unplanned and unfunded Capital Improvement projects that resulted from sewer pipe and manhole failures in 2019 and 2020 due to unprecedented high groundwater; and

WHEREAS, the City's Capital Improvement Budget Process and accounting system to track cash need from past CIP projects has been corrected and updated so this type of error will not occur in the future.

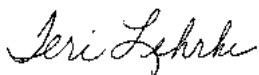
NOW, THEREFORE, BE IT RESOLVED by the Common Council of the City of La Crosse that the Sanitary Sewer Utility is authorized to borrow up to \$5,000,000 in Sanitary Sewer Utility Revenue Bonds.

BE IT FURTHER RESOLVED that the Sanitary Sewer Utility is authorized to use inter-fund transfer loans to cover any cash flow shortages that occur prior to the sale and receipt of proceeds on the Sanitary Sewer Utility Revenue Bonds and shall immediately pay these inter-fund transfer loans back upon receipt of the Revenue Bond proceeds.

BE IT FURTHER RESOLVED that the borrowed money shall be used to fund 2019, 2020 and 2021 capital improvement projects previously shown as funded with Utility Cash.

BE IT FURTHER RESOLVED that the Director of Finance and the Utilities Manager are hereby authorized and directed to take all necessary steps to implement this resolution.

*I, Teri Lehrke, certify that this resolution was duly and officially adopted by the Common Council of the City of La Crosse on August 13, 2020.*



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Teri Lehrke, City Clerk  
City of La Crosse, Wisconsin