

RESOLUTION DECLARING OFFICIAL INTENT TO REIMBURSE PROJECT
EXPENDITURES WITH BOND PROCEEDS AND AUTHORIZING
PUBLICATION OF NOTICE OF INTENT TO ISSUE BONDS

At a regular meeting of the City Council of the City of Brown City, Sanilac County,
Michigan, held on May 13, 2024.

PRESENT: Biel - P. Jacobson - R. Jacobson -
Robison - McIvor

ABSENT: Navock

The following resolution was offered by McIvor and seconded by
Robison:

WHEREAS, the City of Brown City (the "City") proposes to issue its revenue bonds, in one or more series (the "Bonds") under Act 94, Public Acts of Michigan, 1933, as amended ("Act 94"), to finance improvements to the City's sewage disposal system (the "System"), including without limitation, replacement of the City's primary pump station and improvements to reduce System inflow and infiltration, as well as the restoration of property, streets, rights-of-way and easements affected by the improvements and all other work and equipment necessary or incidental to these improvements (the "Project"); and

WHEREAS, it is anticipated that the City will advance a portion of the costs of the Project prior to the issuance of the Bonds, such advance to be repaid from proceeds of the Bonds upon the issuance thereof; and

WHEREAS, Section 1.150-2 of the Treasury Regulations on Income Tax (the "Reimbursement Regulations") specifies conditions under which a reimbursement allocation may be treated as an expenditure of bond proceeds, and the City intends by this resolution to qualify amounts advanced by the City to the Project for reimbursement from proceeds of the Bonds in accordance with the requirements of the Reimbursement Regulations; and

WHEREAS, a notice of intent to issue the Bonds must be published in order to comply with the requirements of Section 33 of Act 94.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Brown City, Sanilac County, Michigan, as follows:

1. The Project shall consist of the sewage disposal system improvements described in the preamble hereto.

2. The maximum principal amount of Bonds expected to be issued for the Project is \$2,750,000.

3. The City hereby declares its official intent to issue the Bonds to finance the costs of the Project, and hereby declares that it reasonably expects to reimburse the City's advances to the Project as described in the preamble and as anticipated by this resolution.

4. The Bonds shall be authorized by proper proceedings subsequent to this resolution.

5. The Clerk is hereby instructed to publish the following notice attached hereto as Exhibit A once in a newspaper of general circulation in the City.

6. All prior resolutions and parts of resolutions insofar as they may be in conflict with this resolution are hereby rescinded.

RESOLUTION DECLARED ADOPTED.


Yeas 5

Nays 0

Absent - 1

STATE OF MICHIGAN)
) SS
COUNTY OF SANILAC)

I hereby certify that the foregoing is a true and complete copy of a resolution adopted at a regular meeting of the City Council of the City of Brown City, Sanilac County, Michigan, held on May 13, 2024, the original of which is on file in my office. I further certify that notice of the meeting was given pursuant to and in compliance with the Open Meetings Act, as amended.



Pamela Willer, City Clerk
City of Brown City