

T&PW & W&M/Budget - Your Committee, having under consideration federal stimulus funding, in the amount of \$2,000,000 from the American Recovery & Reinvestment Act of 2009 through a special “principal forgiveness” loan program administered through the Minnesota Public Facilities Authority (PFA) along with subsidized financing through the Drinking Water Revolving Fund program also administered by the PFA, now recommends the following:

a) Acceptance of the award funds and early adoption of the 2010 and 2011 capital budget request for the expedited construction of the WTR22 New Filter Presses project.

b) Authorizing proper City officers to sign any necessary award documents; and

c) Passage of the accompanying resolutions:

1. Approving appropriation of funds;
2. Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds for the project; and
3. Declaring official intent to reimburse costs with tax exempt debt

RESOLUTION 2009R-_____
By Colvin Roy and Ostrow

Amending the 2009 Capital Improvement Appropriation Resolution.

Resolved by The City Council of The City of Minneapolis:

That the above-entitled resolution, as amended, be further amended by:

- a) Increasing the expense budget appropriation in the Water Capital Agency (07400-9010950-801501-WTR22) by \$23,000,000;
- b) Increasing the revenue budget for the WTR22 New Filter Presses project in the Water Capital Agency (07400-9010950-391101) by \$21,000,000 and (07400-9010950-321000) by \$2,000,000.

RESOLUTION 2009R-_____
By Colvin Roy and Ostrow

Requesting that the Board of Estimate and Taxation incur indebtedness and issue and sell City of Minneapolis bonds in the amount of \$21,000,000 for certain purposes other than the purchase of public utilities.

Resolved by The City Council of The City of Minneapolis:

That the Board of Estimate and Taxation be requested to incur indebtedness and issue and sell City of Minneapolis bonds in the amount of \$21,000,000, the proceeds of which are to be used for the WTR22 New Filter Presses project. This authorization is an addition to the \$2,000,000 authorized as part of the original 2009 capital resolution (2008R-544) and bonding resolution (2008R-549) for this WTR22 New Filter Presses project. Debt service will be paid for by water service fees collected in the Water Enterprise fund.

Be It Further Resolved that the Board of Estimate and Taxation, in conjunction with the above and prior debt authorizations for the WTR22 New Filter Presses project, issue and sell up to \$23,000,000 of City of Minneapolis General Obligation Notes to the Minnesota Public Facilities Authority as required for participation in the Drinking Water Revolving Fund program. The project is also receiving \$2,000,000 of federal stimulus funding through the American Recovery and Reinvestment Act of 2009 for a portion of the funding.

RESOLUTION 2009R-_____
By Colvin Roy and Ostrow

IRS Declaration of Intent to reimburse costs with tax exempt debt

Resolved by the City Council of the City of Minneapolis:

That pursuant to IRS Treasury Regulations Section 1.150-2, the City of Minneapolis hereby declares its official intent to reimburse up to \$23,000,000 of expenditures related to the WTR22 New Filter Presses project from the proceeds of tax exempt debt of the City. The expenditures to be reimbursed include all preliminary expenses for planning, design, legal, consulting services and staff costs reasonably allocated to the project as well as costs incurred and paid for the design and construction of the New Filter Presses project. The reasonably expected source of funds to pay such original expenditures and to pay debt service on the tax exempt debt to be issued by the City consists of water service fees collected in the Water Enterprise fund.