

**CITY OF WAUKESHA****Administration**

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Committee: Finance	Date: 6/16/2015
Common Council Item Number: ID#15-2776	Date: 6/16/2015
Submitted By: Fred Abadi, P.E. Public Works Director	City Administrator Approval: Kevin Lahner, City Administrator KML
Finance Department Review: Rich Abbott, Finance Director RA	City Attorney's Office Review: Brian Running, City Attorney BER
Subject: Review and make a recommendation to the Common Council regarding a Resolution Authorizing the Issuance and Sale of Up to \$15,583,127 Sewer System Revenue Bonds, Series 2015, and Providing for Other Details and Covenants With Respect Thereto.	

Details:

The City is currently in the midst of a major upgrade to the Wastewater Treatment Plant. In June 2015 the City closed on \$28,893,000 Sewer System Revenue Bonds, Series 2014B and \$4,107,000 General Obligation Sewer System Promissory Notes, Series 2014B for financing through the Clean Water Fund Loan program. These revenue bonds represent an amendment to the original 2015 Clean Water Fund Loan to provide the remaining monies to finance the completion of the project.

Options & Alternatives:

If these bonds are not issued, there will be insufficient funds to complete the Wastewater Treatment Plant upgrade. There are no practical alternatives.

Financial Remarks:

The project costs are being run through Fund 0603 Wastewater in Acct 7399.68290.71490. The Clean Water Fund Loan is a draw down loan similar to a line of credit. The City has the opportunity to lock in a 0.19% interest rate over the next 30 years by authorizing the borrowing prior to June 30th, 2015. That is a real dollar savings of nearly \$350,000 over the life of the loan (not factoring in net present value).

Executive Action:

Review and make a recommendation to the Common Council regarding a Resolution Authorizing the Issuance and Sale of Up to \$15,583,127 Sewer System Revenue Bonds, Series 2015, and Providing for Other Details and Covenants With Respect Thereto.

