



Legislation Details (With Text)

File #: 12-0209 **Version:** 1 **Name:** 3/5/12 - Ordinance Authorizing the Issuance and Sale of Sewage Disposal System Revenue Bonds, Series 2012-A to the Michigan Finance Authority (Roll Call Vote Required – One Reading)

Type: Ordinance **Status:** Passed

File created: 3/5/2012 **In control:** City Council

On agenda: 3/5/2012 **Final action:** 3/5/2012

Enactment date: 3/5/2012 **Enactment #:** ORD-12-05

Title: An Ordinance Authorizing the Issuance and Sale of Sewage Disposal System Revenue Bonds to the Michigan Finance Authority for Waste Water Treatment Plant Project (Roll Call Vote Required - One Reading)

Sponsors:

Indexes:

Code sections:

Attachments: 1. 12-05 Briefed and Approved, 2. BH01-#1485647-v2-A2_2012_WWTP_Bond_Ordinance.docx, 3. BH01-#1485647-v2-A2_2012_WWTP_Bond_Ordinance.pdf

Date	Ver.	Action By	Action	Result
3/5/2012	1	City Council	Approved on First Reading	Pass

An Ordinance Authorizing the Issuance and Sale of Sewage Disposal System Revenue Bonds to the Michigan Finance Authority for Waste Water Treatment Plant Project **(Roll Call Vote Required - One Reading)**

Recommended for Council is an Ordinance approving the City’s issuance of Sewage Disposal System Revenue Bonds in the maximum principal amount of \$120,000,000 (the “Bonds”), for the purpose of financing renovations and improvements to the Wastewater Treatment Plant of the City’s Sewage Disposal System (the “Project”). The Bonds are to be sold directly to the Michigan Finance Authority as part of the State of Michigan’s Water Pollution Control Revolving Fund Program. The Bonds are to be issued in two series. The first series is scheduled to be issued on April 10, 2012 in the principal amount of \$37,000,000 to finance the first phase of the Project. The second series of the Bonds is scheduled to be issued in the first half of calendar year 2013.

The Bonds will bear interest at rates substantially lower than market rates (2.50% for the first series) and will mature in annual principal installments from 2017 through 2037. The Bonds will be secured by and payable solely from the Net Revenues of the Sewage Disposal System.

The Ordinance authorizes the Mayor, City Clerk, City Administrator, Chief Financial Officer and Treasurer to execute and deliver all required documentation in connection with the issuance, sale and delivery of the Bonds.

The City’s bond counsel, Dykema Gossett PLLC, has prepared the Ordinance, with further review by the City Attorney.

Prepared by: Matthew V. Horning, Treasurer

Reviewed by: Mary Joan Fales, Senior Assistant City Attorney

Approved by: Steven D. Powers, City Administrator
(See Attached Ordinance)