

GRAND RAPIDS PUBLIC UTILITIES COMMISSION

RESOLUTION NO. 07-24-24-03

RESOLUTION PROVIDING PRELIMINARY AUTHORITY TO
REPAY AN INTERFUND LOAN FROM THE CITY OF GRAND
RAPIDS, MINNESOTA

WHEREAS, the City of Grand Rapids (the “City”), through its Public Utilities Commission (the “PUC”), owns and operates as a revenue-producing convenience, systems for the distribution of electricity, production and distribution of water, and collection and treatment of sewer and wastewater for the use of the City and its inhabitants and other customers (collectively, the “Facilities”);

WHEREAS, the PUC and the City desire to acquire new enterprise resource planning software including financial systems, utility billing, customer service, and mobile service order software to be used jointly by the PUC and the City (the “Project”);

WHEREAS, the estimated cost of the PUC’s share of the Project is \$685,000;

WHEREAS, the City intends to issue its General Obligation Equipment Certificates, Series 2024B (the “Bonds”) in the estimated aggregate principal amount of \$1,055,000 to finance the Project;

WHEREAS, following the issuance of the Bonds, the City will provide an interfund loan to the PUC from a portion of the proceeds of the Bonds in the estimated principal amount of \$685,000 that will be repaid from revenues of the PUC’s Facilities;

NOW THEREFORE, BE IT RESOLVED, by the Grand Rapids Public Utility Commission, in Grand Rapids, Minnesota, as follows:

1. The PUC approves of the issuance by the City of the Bonds on terms and conditions consistent with the following:
 - a. The portion of the Bonds that will be loaned to the PUC shall not exceed \$685,000 (the “Interfund Loan”).
 - b. The Interfund Loan shall be payable in accordance with terms set by the City following the sale of the Bonds and shall mature no later than December 31, 2032, subject to earlier maturities or mandatory redemption as may be determined by the City.
 - c. The Bonds shall be subject to optional redemption prior to maturity on such terms and conditions as the City Council shall determine to be advantageous and marketable.
 - d. The PUC will use utilize revenues of its Facilities to repay the Interfund Loan.
2. Staff is authorized and directed to cooperate with City staff and the City’s legal and municipal advisors in offering the Bonds for sale.
3. This resolution shall take effect immediately upon adoption.

Adopted by the Grand Rapids Public Utilities Commission on this 24th day of July, 2024.

GRPU Member

Attested:

GRPU Member