



## COUNCIL ACTION SUMMARY SHEET

**MEETING DATE:** April 22, 2024

**TOPIC** Resolution Authorizing Notice of Intent to Issue Revenue Bonds – Sanitary Sewer Pump Stations Improvement Project

### BACKGROUND BRIEF:

Administration is requesting that Village Council adopt a resolution authorizing the publication of a Notice of Intent to issue revenue bonds and to reimburse the Village from the proceeds of the bonds for the acquisition, construction, furnishing, and equipping improvements to the sewer system of the Village of Lake Orion Water Supply and Sewage Disposal System relating to the Village's Sanitary Sewer Pump Stations Improvement Project. The resolution and notice do the following:

- Expresses the determination of the Village that the project is necessary
- Expresses the intent of the Village to issue revenue bonds pursuant to the Michigan Revenue Bond Act, Public Act 94 of 1933, in a total amount not to exceed nine million dollars (\$9,000,000)
- Expresses the intent of the Village to reimburse itself from the proceeds of the bonds for any expenditures undertaken by the Village for the project prior to the issuance of the bonds
- Authorizes the Village Clerk to publish the notice in the Lake Orion Review
- Provides notice to the public of the right of referendum on the issuance of the bonds

Attached is a copy of the resolution. Also attached is the slide presentation providing important information regarding the project. A representative from Miller Canfield, the legal firm handling the bond issue, will be present at Monday's meeting to answer any questions.

### SUMMARY OF PREVIOUS COUNCIL ACTION:

None

### FINANCIAL IMPACT:

The only financial impact to publish the notice of intent is the cost of publication of the notice, which is estimated at \$200. The cost will be borne by the Water and Sewer Fund. The Village intends to issue revenue bonds in the total amount of between \$3 million and \$9 million depending upon the total amount of grant funding the Village receives for the project. The project is estimated to cost \$10.1

million, and the Village has been awarded \$1.75 million to date through the 2024 Congressional Community Projects Grant Program.

**RECOMMENDED MOTION:**

To adopt the Resolution Authorizing Notice of Intent and Declaring Intent to Reimburse (Revenue Bonds) as presented relating to the Village of Lake Orion Sanitary Sewer Pump Stations Improvement Project.