

**Resolution Relating to**

AUTHORIZATION FOR PUBLIC IMPROVEMENT BONDS  
FOR FISCAL YEAR 2019

**RESOLUTION** \_\_\_\_\_

Sponsor(s): Mayor Weinberger; Bd. of  
Finance

Introduced: \_\_\_\_\_

Referred to: \_\_\_\_\_

\_\_\_\_\_

Action: \_\_\_\_\_

Date: \_\_\_\_\_

Signed by Mayor: \_\_\_\_\_

**CITY OF BURLINGTON**

In the year Two Thousand Eighteen .....

Resolved by the City Council of the City of Burlington, as follows:

1 That WHEREAS, Section 62(f) of the Burlington City Charter authorizes the City’s Chief Administrative  
2 Officer, when authorized by the City Council, to borrow money on the credit of the City in an amount not to  
3 exceed \$2,000,000 in any fiscal year to accommodate the working capital and capital improvement needs of  
4 the City and to so pledge the credit of the City in such amount for such purposes; and

5 WHEREAS, Section 63 of the Burlington City Charter authorizes the City Council, upon prior  
6 recommendation of the Board of Electric Commissioners, if it finds that is necessary, to pledge the credit of  
7 the City in an amount not to exceed \$3,000,000 in any fiscal year for the purposes of providing capital  
8 improvements, additions and replacements required for the efficient and economical operation of the electric  
9 light department, to so pledge the credit of the City for such purposes; and

10 WHEREAS, on May 23, 2018 the Board of Electric Commissioners voted to recommend to the City  
11 Council the pledging of the credit of the City in an amount not to exceed \$3,000,000 during the City’s 2019  
12 fiscal year, for the purposes of providing capital improvements, additions and replacements to the electric light  
13 department; and

14 WHEREAS, Section 62(f)(3) of the Burlington City Charter authorizes the City’s Chief Administrative  
15 Officer, when authorized and directed by the Board of School Commissioners and the City Council, to borrow  
16 money on the credit of the City in an amount not to exceed \$2,000,000 in any fiscal year to accommodate the  
17 working capital and capital improvements, additions and replacements required for the efficient and  
18 economical operation of the school department and to so pledge the credit of the City in such amount for such  
19 purposes and on January 23, 2018 the School Board voted to so recommend;

20 NOW, THEREFORE, BE IT RESOLVED that the City Council has determined that it is necessary to  
21 pledge the credit of the City in an amount not to exceed \$7,000,000 in the aggregate for the City’s fiscal year  
22 ending June 30, 2019 and to issue bonds in connection therewith (the “Bonds”), consisting of: (1) \$2,000,000  
23 of General Fund Public Improvement Bonds, (2) \$3,000,000 of Electric Department Public Improvement  
24 Bonds, and (3) \$2,000,000 of School Department Public Improvement Bonds; and

25 BE IT FURTHER RESOLVED that the pledging of the City's credit for such Bonds is hereby  
26 authorized, with the amount of indebtedness and the form of the evidence of indebtedness to be issued, the  
27 interest rates, and payment schedule, to be further determined by the Chief Administrative Officer, or the  
28 Director of Financial Operations; provided that the true interest cost for the Bonds as determined by the Chief  
29 Administrative Officer, shall not exceed four and one-half percent (4.5%) per annum; and

30 BE IT FURTHER RESOLVED that in the event that the true interest cost of the Bonds would exceed  
31 four and one-half percent (4.5%) per annum, the prior approval of the City's Board of Finance shall be  
32 required; and

33 BE IT FURTHER RESOLVED that the Bonds, when issued and delivered, shall be valid and binding  
34 general obligations of the City payable according to the terms and tenor thereof from unlimited *ad valorem*  
35 taxes duly assessed on the grand list of all taxable property in the City; and

36 BE IT FURTHER RESOLVED that the Mayor, the Chief Administrative Officer, and the Director of  
37 Financial Operations are, and each one of them is, hereby authorized and directed to prepare an Official  
38 Statement of the City as they deem necessary in the City's best interest. The Mayor, the Chief Administrative  
39 Officer, and the Director of Financial Operations are, and each one of them is, hereby authorized to execute  
40 and deliver a final Official Statement and to execute and deliver continuing disclosure certificates, certificates  
41 as to use of proceeds and all other documents and instruments necessary or convenient in connection with the  
42 issuance of the Bonds; and

43 BE IT FURTHER RESOLVED that it is the official intent of the City Council to reimburse some  
44 capital expenditures made within the City's 2019 fiscal year with the proceeds of the Bonds, in accordance  
45 with Sec. 1.150-2 of the Internal Revenue Service tax regulations. The Chief Administrative Officer and the  
46 Director of Financial Operations are, and each one of them is, hereby authorized to make further declarations  
47 of intent under Section 1.150-2 of the Internal Revenue Service regulations when making capital expenditures  
48 expected to be reimbursed with the proceeds of tax exempt bonds.

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