

CITY OF CALEDONIA, MINNESOTA

RESOLUTION 2020-06

**A RESOLUTION RESCINDING RESOLUTION 2020-04 AND
AUTHORIZING THE CITY OF CALEDONIA
TO APPLY TO THE MINNESOTA PUBLIC FACILITIES AUTHORITY FOR A LOAN
OF \$333,149 FOR CONSTRUCTION OF PRODUCTION WELL NO. 8**

WHEREAS, the Caledonia City Council resolved on March 23, 2020 to apply to the Minnesota Public Facilities Authority (PFA) for a loan of \$1,275,480 for improvements to its drinking water system, specifically construction of Production Well No. 8 and Well House No. 8; and

WHEREAS, after the City Council approved the resolution, the Minnesota Public Facilities Authority changed its position with the respect to the joint application and directed the City of Caledonia to split Production Well No. 8 and Well House No. 8 into two separate PFA applications, one of which would be submitted in 2020 and the other which would be submitted in 2021; and

WHEREAS, based on the PFA's new instructions, the Caledonia City Council deems it in the City's best interests to rescind previously adopted Resolution 2020-04; and

WHEREAS, the City Council deems it necessary to construct Production Well No. 8 in 2020 to ensure the citizens of Caledonia have access to a dependable, adequate, safe water supply; and

WHEREAS, the construction of Production Well No. 8 is anticipated to cost \$333,149; and

WHEREAS, this Project will not be financially feasible without funding assistance from the Minnesota Public Facilities Authority; and

WHEREAS, the City of Caledonia anticipates it will need funding in the amount of \$333,149 in order to complete the Project.

NOW, THEREFORE, IT IS HEREBY RESOLVED BY THE CALEDONIA CITY COUNCIL that the City Council rescinds previously adopted Resolution 2020-04, which authorized the City of Caledonia to apply to the Minnesota Public Facilities Authority for a loan of \$1,275,480 from the Drinking Water Revolving Fund for improvements to the City of Caledonia's drinking water system.

IT IS HEREBY FURTHER RESOLVED that the City Council approves the City of Caledonia's application to the Public Facilities Authority for a loan of \$333,149 to construct Production Well No. 8 in 2020.

IT IS HEREBY FURTHER RESOLVED that the City of Caledonia has the legal authority to apply for the loan, and the financial, technical, and managerial capacity to repay the loan and ensure proper construction, operation, and maintenance of the project for its design life.

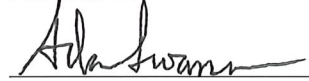
IT IS HEREBY FURTHER RESOLVED that the City of Caledonia expresses its official intent to use proceeds of the loan to reimburse construction expenditures made prior to the issuance of its general obligation revenue bond to the Public Facilities Authority.

IT IS HEREBY FURTHER RESOLVED that the City of Caledonia intends on applying for funding from the Public Facilities Authority in 2021 to construct Well House No. 8.

ADOPTED by the Caledonia City Council this 13th day of April, 2020.


DeWayne "Tank" Schroeder, Mayor

ATTEST:


Adam G. Swann, Clerk/Administrator

STATE OF MINNESOTA)
COUNTY OF HOUSTON)
CITY OF CALEDONIA)

I, Adam Swann, city clerk and administrator of the City of Caledonia, do hereby certify that this is a true and correct transcript of the resolution that was adopted at a meeting held on the 13th day of April, 2020, the original of which is on file in this office. I further certify that 5 members voted in favor of this resolution and that 5 members were present and voting.

Signed Adam Swann

Date April 20, 2020