

**VILLAGE OF NEW AUBURN
MEETING MINUTES
Regular Board Meeting on
Thursday, May 11, 2023 at 7:00 p.m.**

The Village of New Auburn held a Regular Board Meeting at the New Auburn Village Hall, 130 E. Elm St., New Auburn to:

I. CALL TO ORDER, Roll Call, Pledge of Allegiance

Call to Order at 7:00 p.m. Answering Roll Call were: President Shannon Berg, Trustees Allan Anderson, Verlyn Motzer, Dalton Hinke. Absent: Gary Pitts [arrived at 7:10]. Staff present was: Clerk Story and PW Dan Moos. Guests present: Bernie Lenz, CBS Squared; Joe Atwood, Building Inspector, Sergeant Clark, Chippewa County Sheriff's Dept. Others Present: None.

II. PUBLIC COMMENTS – President Berg requested if any Comments. None.

III. CONSENT AGENDA

1. Correspondence;
2. Meeting Minutes;
3. Treasurer's Reports March & April 2023 & 1st Quarter Reports;
4. Payment Approval Report 4/14/23-5/11/23;
5. Resolution 2023-12: Authorizing Filing for Financial Assistance from State of Wisconsin Environmental Improvement Fund for North Street Project;
6. Resolution 2023-13: Official Intent to Reimburse Expenditures for WI-DNR SDWLP and CWF for the North Street Improvement Project;
7. Ordinance 2023-03 Aesthetics;
8. Ordinance 2023-04 Creating a Parks Committee and Disbanding Tourism Committee;
9. Records Destruction;

President Berg asked if there were any questions or reviews of consent agenda. Clerk discussed Treasurers Report.

Motion by Trustees Anderson/Motzer to approve the consent agenda. Roll call: Anderson – aye; Motzer – aye; Berg – aye; Hinke – aye. 4-0. Motion carried.

IV. DEPARTMENT REPORTS OF EMPLOYEES/OFFICERS/COMMITTEES

1. Public Safety Report; During the Month of April we responded to a total of 22 incidents consisting of the following call types: 1 911 investigate, 1 business alarm, 3 animal nuisance, 2 assist law, 2 check persons, 1 civil standby, 1 municipal ordinance, 1 noise complaint, 1 recreational complaint, 1 domestic disturbance, 1 drug incident, 1 juvenile case, 2 mental health, 1 sex offense, 1 theft, and 1 vehicle assist. As of May we have resumed issuing citations through municipal court at the Chippewa county court house. The current contract is set to expire 12/31/2023, we should plan to discuss contract in the next month or two. Billable hours 114.25.
2. Building Inspector Report; Joe Atwood reviewed his report indicating Dwain Trowbridge on the 401/403 May Street that no further excavation can take place until the delineation process with the DNR is complete and approved stormwater master plan is in place; the 324 Old Hwy 53 building property owner was contacted and they are working towards compliance for building repairs; the 125 E North St property is in rough condition and have been in contact with the property owner as it currently is condemned; a public nuisance has been served on a property owner for dead deer and garbage; poultry permit owner has been contacted regarding her chickens running freely; the water storm runoff plan is in place at Dollar General and work should be starting soon; there have been seven permits this month.

3. Public Works Report; The PFAS results that came back were negative. This is great news for New Auburn as no further testing will be required from the DNR at this time. **Water-April 2023**, 404,500 from Well #1 with daily average of 23,790 gal. 348,000 from Well #2 with daily average of 24,860 gal. Total water pumped for month was 752,500 gal Daily max pumped 44,200 gal. **Wastewater- April 2023** Influent took in 3,043,900 gal. of wastewater to treat Influent daily average was 101,463 gal. Influent BOD average 62 mg/l, Effluent - treated and discharged total of 3,220,000 gal., Effluent daily average was 107,223 gal., Effluent CBOD average 15.5mg/l, Village CBOD permit limit has a monthly average of 45mg/l, Daily intake is been steadily rising with I&I from melting snow and moisture saturated soil. Aging sewer lines with clear water infiltration (cracked and deteriorating main sewer lines), sump pumps hooked to sanitary sewers and basement drains are the biggest culprits. FYI-Reason for the sewer main relining. **Streets** Temp. High 83 degrees Low 16 degrees, Precipitation 13 inches of snow, 3 ½ inches of rain, Total snow fall for the season as today which consists of November-April 13th is 94 inches which would be 7 feet 8 inches of snow.; a temporary patch on North Street is necessary until the street is redeveloped. A quote was obtained from Chippewa County Highway Dept.
Motion by Trustee Pitts/Hinke to approve street patch on North Street in the amount of \$3,377 with Chippewa County Highway Department. All aye. None opposed. Motion carried.
4. Clerk-Treasurer Report; Discuss property complaint forms that we have received.; 125 E North St – Owner wants to know if the village wants to buy the property. Property is condemned. Lot is 0.4 acre but rectangle in shape and has a shared driveway. Cost for demolition is approximately \$20,000 to \$25,000. Lot value is unknown at this time, perhaps 8-10,000, but most likely less due to it not having its own driveway. I looked into the Blight Grants available and the Brownfield Grant would cover only environmental hazard type situation. CDBG has blight grants available but we just used our CDBG grant right up – can only apply for CDBG grants once every three years (just used it for the North St project application); CWF Loan closing May 24th; the WWTP is currently being seeded and sodded next week; at my district meeting grant opportunities such as a FEMA Storm Shelter and Blight Cleanup – the Brownfield Grants were discussed; Review of the Board of Review certification – this year I received the BOR certification at my district meeting; conference for Downtown Building Renovations and Razing Building Conference in Owen, WI for \$15.
Consensus of board to approve Ardith to attend one-day conference.

V. UNFINISHED BUSINESS

1. None;

VI. NEW BUSINESS

1. Resolution 2023-14: Authorizing the Issuance and Sale of up to \$141,235 Sewerage System Revenue Bonds, Series 2023; As required by the Clean Water Fund Loan process the Resolution 2023-14 is placed in the minutes.
Motion by Pitts/Hinke to approve Resolution 2023-14 authorizing the issuance and sale of up to \$141,235 in sewage system revenue bonds. Roll call: Hinke – aye; Pitts – aye; Berg – aye; Anderson – aye; Motzer – aye. 5-0. Motion carried.

**VILLAGE OF NEW AUBURN
RESOLUTION 2023-14**

RESOLUTION AUTHORIZING THE ISSUANCE AND SALE OF UP TO \$141,235 SEWERAGE SYSTEM REVENUE BONDS, SERIES 2023, AND PROVIDING FOR OTHER DETAILS AND COVENANTS WITH RESPECT THERETO

WHEREAS, the Village of New Auburn, Chippewa and Barron Counties, Wisconsin (the "Municipality") owns and operates a sewerage system (the "System") which is operated for a public purpose as a public utility by the Municipality; and

WHEREAS, pursuant to Resolution No. 18-02 adopted by the Governing Body on March 8, 2018 (the "2018 Resolution"), the Municipality has heretofore issued its Sewerage System Revenue Bonds, Series 2018, dated March 28, 2018 (the "2018 Bonds"), which are payable from the income and revenues of the System; and

WHEREAS, pursuant to Resolution No. 20-08 adopted by the Governing Body on June 11, 2020 (the "2020 Resolution"), the Municipality has heretofore issued its Sewerage System Revenue Bonds, Series 2020, dated July 8, 2020 (the "2020 Bonds"), which are payable from the income and revenues of the System; and

WHEREAS, pursuant to Resolution No. 2022-22 adopted by the Governing Body on October 27, 2022 (the "2022 Resolution"), the Municipality has heretofore issued its Sewerage System Revenue Bonds, Series 2022, dated November 9, 2022 (the "2022 Bonds"), which are payable from the income and revenues of the System; and

WHEREAS, the 2018 Bonds, the 2020 Bonds and the 2022 Bonds shall collectively be referred to as the "Prior Bonds"; and

WHEREAS, the 2018 Resolution, the 2020 Resolution and the 2022 Resolution shall collectively be referred to as the "Prior Resolutions"; and

WHEREAS, certain improvements to the System are necessary to meet the needs of the Municipality and the residents thereof, consisting of the construction of a project (the "Project") assigned Clean Water Fund Program Project No. 5218-07 by the Department of Natural Resources, and as described in the Department of Natural Resources approval letter for the plans and specifications of the Project, or portions thereof, issued under Section 281.41, Wisconsin Statutes, assigned No. S-2022-0818 and dated October 12, 2022 by the DNR; and

WHEREAS, under the provisions of Chapter 66, Wisconsin Statutes any municipality may, by action of its governing body, provide for purchasing, acquiring, constructing, extending, adding to, improving, operating and managing a public utility from the proceeds of bonds, which bonds are to be payable only from the revenues received from any source by such utility, including all rentals and fees; and

WHEREAS, the Municipality deems it to be necessary, desirable and in its best interest to authorize and sell sewerage system revenue bonds of the Municipality payable solely from the revenues of the System, pursuant to the provisions of Section 66.0621, Wisconsin Statutes, to pay the cost of the Project; and

WHEREAS, the Prior Resolutions permit the issuance of additional bonds on a parity with the Prior Bonds upon certain conditions, and those conditions have been met or waived by the sole registered owner of the Prior Bonds, the State of Wisconsin Clean Water Fund Program, as evidenced by the Consent attached hereto as Exhibit B, which has provided consent to issue the Bonds on a parity with the Prior Bonds; and

WHEREAS, other than the Prior Bonds, no bonds or obligations payable from the revenues of the System are now outstanding.

NOW, THEREFORE, be it resolved by the Governing Body of the Municipality that:

SECTION 1. DEFINITIONS. The following terms shall have the following meanings in this Resolution unless the text expressly or by implication requires otherwise:

- A. "Act" means Section 66.0621, Wisconsin Statutes;
- B. "Bond Registrar" means the Municipal Treasurer which shall act as Paying Agent for the Bonds;
- C. "Bonds" means the \$141,235 Sewerage System Revenue Bonds, Series 2023, of the Municipality dated their date of issuance, authorized to be issued by this Resolution;
- D. "Bond Year" means the twelve-month period ending on each May 1;
- E. "Current Expenses" means the reasonable and necessary costs of operating, maintaining, administering and repairing the System, including salaries, wages, costs of materials and supplies, insurance and audits, but shall exclude depreciation, debt service, tax equivalents and capital expenditures;
- F. "Debt Service Fund" means the Debt Service Fund of the Municipality, which shall be the "special redemption fund" as such term is defined in the Act;
- G. "Financial Assistance Agreement" means the Financial Assistance Agreement by and between the State of Wisconsin by the Department of Natural Resources and the Department of Administration and the Municipality pursuant to which the Bonds are to be issued and sold to the State, substantially in the form attached hereto and incorporated herein by this reference;
- H. "Fiscal Year" means the twelve-month period ending on each December 31;
- I. "Governing Body" means the Village Board, or such other body as may hereafter be the chief legislative body of the Municipality;
- J. "Gross Earnings" means the gross earnings of the System, including earnings of the System derived from sewerage charges imposed by the Municipality, all payments to the Municipality under any wastewater treatment service agreements between the Municipality and any contract users of the System, and any other monies received from any source including all rentals and fees, any tax incremental district revenues appropriated by the Governing Body to the System, and any special assessments levied and collected in connection with the Project;
- K. "Municipal Treasurer" means the Treasurer of the Municipality who shall act as Bond Registrar and Paying Agent;
- L. "Municipality" means the Village of New Auburn, Chippewa and Barron Counties, Wisconsin;
- M. "Net Revenues" means the Gross Earnings of the System after deduction of Current Expenses;

- N. "Parity Bonds" means bonds payable from the revenues of the System other than the Bonds but issued on a parity and equality with the Bonds pursuant to the restrictive provisions of Section 11 of this Resolution;
- O. "Prior Bonds" means the 2018 Bonds, the 2020 Bonds and the 2022 Bonds, collectively;
- P. "Prior Resolutions" means the 2018 Resolution, the 2020 Resolution and the 2022 Resolution, collectively;
- Q. "Project" means the Project described in the preamble to this Resolution. All elements of the Project are to be owned and operated by the Municipality as part of the System as described in the preamble hereto;
- R. "Record Date" means the close of business on the fifteenth day of the calendar month next preceding any principal or interest payment date;
- S. "System" means the entire sewerage system of the Municipality specifically including that portion of the Project owned by the Municipality and including all property of every nature now or hereafter owned by the Municipality for the collection, transmission, treatment and disposal of domestic and industrial sewerage and waste, including all improvements and extensions thereto made by the Municipality while any of the Bonds and Parity Bonds remain outstanding, including all real and personal property of every nature comprising part of or used or useful in connection with such sewerage system and including all appurtenances, contracts, leases, franchises, and other intangibles;
- T. "2018 Bonds" means the Municipality's Sewerage System Revenue Bonds, Series 2018, dated March 28, 2018;
- U. "2018 Resolution" means Resolution No. 18-02 adopted by the Governing Body on March 8, 2018 authorizing the issuance of the 2018 Bonds;
- V. "2020 Bonds" means the Municipality's Sewerage System Revenue Bonds, Series 2020, dated July 8, 2020;
- W. "2020 Resolution" means Resolution No. 20-08 adopted by the Governing Body on June 11, 2020 authorizing the issuance of the 2020 Bonds;
- X. "2022 Bonds" means the Municipality's Sewerage System Revenue Bonds, Series 2022, dated November 9, 2022; and
- Y. "2022 Resolution" means Resolution No. 2022-22 adopted by the Governing Body on October 27, 2022 authorizing the issuance of the 2022 Bonds.

Section 2. Authorization of the Bonds and the Financial Assistance Agreement. For the purpose of paying the cost of the Project (including legal, fiscal, engineering and other expenses), there shall be borrowed on the credit of the income and revenue of the System up to the sum of \$141,235; and fully registered revenue bonds of the Municipality are authorized to be issued in evidence thereof and sold to the State of Wisconsin Clean Water Fund Program in accordance with the terms and conditions of the Financial Assistance Agreement, which is incorporated herein by this reference and the President and Village Clerk of the Municipality are hereby authorized, by and on behalf of the Municipality, to execute the Financial Assistance Agreement.

Section 3. Terms of the Bonds. The Bonds shall be designated "Sewerage System Revenue Bonds, Series 2023" (the "Bonds"); shall be dated their date of issuance; shall be numbered one and upward; shall bear interest at the rate of 2.145% per annum; shall be issued in denominations of \$0.01 or any integral

multiple thereof; and shall mature on the dates and in the amounts as set forth in Exhibit B of the Financial Assistance Agreement and in the Bond form attached hereto as Exhibit A as it is from time to time adjusted by the State of Wisconsin based upon the actual draws made by the Municipality. Interest on the Bonds shall be payable commencing on November 1, 2023 and semiannually thereafter on May 1 and November 1 of each year. The Bonds shall not be subject to redemption prior to maturity except as provided in the Financial Assistance Agreement.

The schedule of maturities of the Bonds is found to be such that the amount of annual debt service payments is reasonable in accordance with prudent municipal utility practices.

SECTION 4. FORM, EXECUTION, REGISTRATION AND PAYMENT OF THE BONDS. The Bonds shall be issued as registered obligations in substantially the form attached hereto as Exhibit A and incorporated herein by this reference.

The Bonds shall be executed in the name of the Municipality by the manual signatures of the President and Village Clerk, and shall be sealed with its official or corporate seal, if any.

The principal of, premium, if any, and interest on the Bonds shall be paid by the Municipal Treasurer, who is hereby appointed as the Municipality's Bond Registrar.

Both the principal of and interest on the Bonds shall be payable in lawful money of the United States of America by the Bond Registrar. Payment of principal of the final maturity on the Bond will be payable upon presentation and surrender of the Bond to the Bond Registrar. Payment of principal on the Bond (except the final maturity) and each installment of interest shall be made to the registered owner of each Bond who shall appear on the registration books of the Municipality, maintained by the Bond Registrar, on the Record Date and shall be paid by electronic transfer or by check or draft of the Municipality and mailed to such registered owner at his or its address as it appears on such registration books or at such other address may be furnished in writing by such registered owner to the Bond Registrar.

SECTION 5. SECURITY FOR THE BONDS. The Bonds, together with interest thereon, shall not constitute an indebtedness of the Municipality nor a charge against its general credit or taxing power. The Bonds, together with interest thereon, shall be payable only out of the Debt Service Fund hereinafter created and established, and shall be a valid claim of the registered owner or owners thereof only against such Debt Service Fund and the revenues of the System pledged to such fund, on a parity with the pledge granted to the holders of the Prior Bonds. Sufficient revenues are hereby pledged to said Debt Service Fund, and shall be used for no other purpose than to pay the principal of, premium, if any, and interest on the Prior Bonds, the Bonds and any Parity Bonds as the same becomes due.

SECTION 6. FUNDS AND ACCOUNTS. In accordance with the Act, for the purpose of the application and proper allocation of the revenues of the System, and to secure the payment of the principal of and interest on the Prior Bonds, the Bonds and Parity Bonds, certain funds of the System which were created and established by a resolution adopted on February 23, 2006 are hereby continued and shall be used solely for the following respective purposes:

- (a) Revenue Fund, into which shall be deposited as received the Gross Earnings of the System, which money shall then be divided among the Operation and Maintenance Fund, the Debt Service Fund and the Surplus Fund in the amounts and in the manner set forth in Section 7 hereof and used for the purposes described below.

- (b) Operation and Maintenance Fund, which shall be used for the payment of Current Expenses.
- (c) Debt Service Fund, which shall be used for the payment of the principal of, premium, if any, and interest on the Prior Bonds, the Bonds and Parity Bonds as the same becomes due, and which may contain a Reserve Account established by a future resolution authorizing the issuance of Parity Bonds to secure such Parity Bonds.
- (d) Surplus Fund, which shall first be used whenever necessary to pay principal of, premium, if any, or interest on the Prior Bonds, the Bonds and Parity Bonds when the Debt Service Fund shall be insufficient for such purpose, and thereafter shall be disbursed as follows: (i) at any time, to remedy any deficiency in any of the Funds provided in this Section 6 hereof; and (ii) money thereafter remaining in the Surplus Fund at the end of any Fiscal Year may be transferred to any of the funds or accounts created herein or to reimburse the general fund of the Municipality for advances made by the Municipality to the System.

SECTION 7. APPLICATION OF REVENUES. After the delivery of the Bonds, the Gross Earnings of the System shall be deposited as collected in the Revenue Fund and shall be transferred monthly to the funds listed below in the following order of priority and in the manner set forth below:

- (a) to the Operation and Maintenance Fund, in an amount equal to the estimated Current Expenses for such month and for the following month (after giving effect to available amounts in said Fund from prior deposits);
- (b) to the Debt Service Fund, an amount equal to one-sixth (1/6) of the next installment of interest coming due on the Prior Bonds, the Bonds and any Parity Bonds then outstanding and an amount equal to one-twelfth (1/12) of the installment of principal of the Prior Bonds, the Bonds and any Parity Bonds coming due during such Bond Year (after giving effect to available amounts in said Fund from accrued interest, any premium or any other source), and any amount required by a future resolution authorizing the issuance of Parity Bonds to fund a Reserve Account established therein; and
- (c) to the Surplus Fund, any amount remaining in the Revenue Fund after the monthly transfers required above have been completed.

Transfers from the Revenue Fund to the Operation and Maintenance Fund, the Debt Service Fund and the Surplus Fund shall be made monthly not later than the tenth day of each month, and such transfer shall be applicable to monies on deposit in the Revenue Fund as of the last day of the month preceding. Any other transfers and deposits to any fund required or permitted by subsection (a) through (c) of this Section, except transfers or deposits which are required to be made immediately or annually, shall be made on or before the tenth day of the month. Any transfer or deposit required to be made at the end of any Fiscal Year shall be made within sixty (60) days after the close of such Fiscal Year. If the tenth day of any month shall fall on a day other than a business day, such transfer or deposit shall be made on the next succeeding business day.

It is the express intent and determination of the Governing Body that the amounts transferred from the Revenue Fund and deposited in the Debt Service Fund shall be sufficient in any event to pay the interest

on the Prior Bonds, the Bonds and any Parity Bonds as the same accrues and the principal thereof as the same matures, and to fund the Reserve Account as required in connection with future Parity Bonds.

SECTION 8. DEPOSITS AND INVESTMENTS. The Debt Service Fund shall be kept apart from monies in the other funds and accounts of the Municipality and the same shall be used for no purpose other than the prompt payment of principal of and interest on the Prior Bonds, the Bonds and any Parity Bonds as the same becomes due and payable. All monies therein shall be deposited in special and segregated accounts in a public depository selected under Chapter 34, Wisconsin Statutes and may be temporarily invested until needed in legal investments subject to the provisions of Section 66.0603(1m), Wisconsin Statutes. The other funds herein created (except the Sewerage System CWFPP Project Fund) may be combined in a single account in a public depository selected in the manner set forth above and may be temporarily invested until needed in legal investments subject to the provisions of Section 66.0603(1m), Wisconsin Statutes.

SECTION 9. SERVICE TO THE MUNICIPALITY. The reasonable cost and value of services rendered to the Municipality by the System by furnishing sewerage services for public purposes shall be charged against the Municipality and shall be paid in monthly installments as the service accrues, out of the current revenues of the Municipality collected or in the process of collection, exclusive of the revenues derived from the System; that is to say, out of the tax levy of the Municipality made by it to raise money to meet its necessary current expenses. The reasonable cost and value of such service to the Municipality in each year shall be equal to an amount which, together with other revenues of the System, will produce in each Fiscal Year Net Revenues equivalent to not less than the annual principal and interest requirements on the Prior Bonds, the Bonds, any Parity Bonds and any other obligations payable from the revenues of the System then outstanding, times the greater of (i) 110% or (ii) the highest debt service coverage ratio required with respect to any obligations payable from revenues of the System then outstanding. However, such payment out of the tax levy shall be subject to (a) approval of the Public Service Commission, or successors to its function, if applicable, (b) yearly appropriations therefor, and (c) applicable levy limitations, if any; and neither this Resolution nor such payment shall be construed as constituting an obligation of the Municipality to make any such appropriation over and above the reasonable cost and value of the services rendered to the Municipality and its inhabitants or to make any subsequent payment over and above such reasonable cost and value.

SECTION 10. OPERATION OF SYSTEM; MUNICIPALITY COVENANTS. It is covenanted and agreed by the Municipality with the owner or owners of the Bonds, and each of them, that the Municipality will perform all of the obligations of the Municipality as set forth in the Financial Assistance Agreement.

SECTION 11. ADDITIONAL BONDS. The Bonds are issued on a parity with the Prior Bonds as to the pledge of revenues of the System. No bonds or obligations payable out of the revenues of the System may be issued in such manner as to enjoy priority over the Bonds. Additional obligations may be issued if the lien and pledge is junior and subordinate to that of the Bonds. Parity Bonds may be issued only under the following circumstances:

- (a) Additional Parity Bonds may be issued for the purpose of completing the Project and for the purpose of financing costs of the Project which are ineligible for payment under the State of Wisconsin Clean Water Fund Program. However, such additional Parity Bonds shall be in an aggregate amount not to exceed 20% of the face amount of the Bonds; or
- (b) Additional Parity Bonds may also be issued if all of the following conditions are met:

(1) The Net Revenues of the System for the Fiscal Year immediately preceding the issuance of such additional bonds must have been in an amount at least equal to the maximum annual interest and principal requirements on all bonds outstanding payable from the revenues of the System, and on the bonds then to be issued, times the greater of (i) 1.10 or (ii) the highest debt service coverage ratio to be required with respect to the Additional Parity Bonds to be issued or any other obligations payable from the revenues of the System then outstanding. Should an increase in permanent rates and charges, including those made to the Municipality, be properly ordered and made effective during the Fiscal Year immediately prior to the issuance of such additional bonds or during that part of the Fiscal Year of issuance prior to such issuance, then Net Revenues for purposes of such computation shall include such additional revenues as a registered municipal advisor, an independent certified public accountant, consulting professional engineer or the Wisconsin Public Service Commission may calculate would have accrued during the prior Fiscal Year had the new rates been in effect during that entire immediately prior Fiscal Year.

(2) The payments required to be made into the funds enumerated in Section 6 of this Resolution must have been made in full.

(3) The additional bonds must have principal maturing on May 1 of each year and interest falling due on May 1 and November 1 of each year.

(4) The proceeds of the additional bonds must be used only for the purpose of providing extensions or improvements to the System, or to refund obligations issued for such purpose.

SECTION 12. SALE OF BONDS. The sale of the Bonds to the State of Wisconsin Clean Water Fund Program for the purchase price of up to \$141,235 and at par, is ratified and confirmed; and the officers of the Municipality are authorized and directed to do any and all acts, including executing the Financial Assistance Agreement and the Bonds as hereinabove provided, necessary to conclude delivery of the Bonds to said purchaser, as soon after adoption of this Resolution as is convenient. The purchase price for the Bonds shall be paid upon requisition therefor as provided in the Financial Assistance Agreement, and the officers of the Municipality are authorized to prepare and submit to the State requisitions and disbursement requests in anticipation of the execution of the Financial Assistance Agreement and the issuance of the Bonds.

SECTION 13. APPLICATION OF BOND PROCEEDS. The proceeds of the sale of the Bonds shall be deposited by the Municipality into a special fund designated as "Sewerage System CWFPP Project Fund." The Sewerage System CWFPP Project Fund shall be used solely for the purpose of paying the costs of the Project as more fully described in the preamble hereof and in the Financial Assistance Agreement. Moneys in the Sewerage System CWFPP Project Fund shall be disbursed within three (3) business days of their receipt from the State of Wisconsin and shall not be invested in any interest-bearing account.

SECTION 14. AMENDMENT TO RESOLUTION. After the issuance of any of the Bonds, no change or alteration of any kind in the provisions of this Resolution may be made until all of the Bonds have been paid in full as to both principal and interest, or discharged as herein provided, except: (a) the Municipality may, from time to time, amend this Resolution without the consent of any of the owners of the Bonds, but only to cure any ambiguity, administrative conflict, formal defect, or omission or procedural inconsistency of this Resolution; and (b) this Resolution may be amended, in any respect, with a written consent of the

owners of not less than two-thirds (2/3) of the principal amount of the Bonds then outstanding, exclusive of Bonds held by the Municipality; provided, however, that no amendment shall permit any change in the pledge of revenues derived from the System or the maturity of any Bond issued hereunder, or a reduction in the rate of interest on any Bond, or in the amount of the principal obligation thereof, or in the amount of the redemption premium payable in the case of redemption thereof, or change the terms upon which the Bonds may be redeemed or make any other modification in the terms of the payment of such principal or interest without the written consent of the owner of each such Bond to which the change is applicable.

SECTION 15. DEFEASANCE. When all Bonds have been discharged, all pledges, covenants and other rights granted to the owners thereof by this Resolution shall cease. The Municipality may discharge all Bonds due on any date by irrevocably depositing in escrow with a suitable bank or trust company a sum of cash and/or bonds or securities issued or guaranteed as to principal and interest of the U.S. Government, or of a commission, board or other instrumentality of the U.S. Government, maturing on the dates and bearing interest at the rates required to provide funds sufficient to pay when due the interest to accrue on each of said Bonds to its maturity or, at the Municipality's option, if said Bond is prepayable to any prior date upon which it may be called for redemption, and to pay and redeem the principal amount of each such Bond at maturity, or at the Municipality's option, if said Bond is prepayable, at its earliest redemption date, with the premium required for such redemption, if any, provided that notice of the redemption of all prepayable Bonds on such date has been duly given or provided for.

SECTION 16. REBATE FUND. Unless the Bonds are exempt from the rebate requirements of the Internal Revenue Code of 1986, as amended (the "Code"), the Municipality shall establish and maintain, so long as the Bonds and any Parity Bonds are outstanding, a separate account to be known as the "Rebate Fund." The sole purpose of the Rebate Fund is to provide for the payment of any rebate liability with respect to the Bonds under the relevant provisions of the Code and the Treasury Regulations promulgated thereunder (the "Regulations"). The Rebate Fund shall be maintained by the Municipality until all required rebate payments with respect to the Bonds have been made in accordance with the relevant provisions of the Code and the Regulations.

The Municipality hereby covenants and agrees that it shall pay to the United States from the Rebate Fund, at the times and in the amounts and manner required by the Code and the Regulations, the portion of the "rebate amount" (as defined in Section 1.148-3(b) of the Regulations) that is due as of each "computation date" (within the meaning of Section 1.148-3(e) of the Regulations). As of the date of this Resolution, the provisions of the Regulations specifying the required amounts of rebate installment payments and the time and manner of such payments are contained in Sections 1.148-3(f) and (g) of the Regulations, respectively. Amounts held in the Rebate Fund and the investment income therefrom are not pledged as security for the Bonds or any Parity Bonds and may only be used for the payment of any rebate liability with respect to the Bonds.

The Municipality may engage the services of accountants, attorneys or other consultants necessary to assist it in determining the rebate payments, if any, owed to the United States with respect to the Bonds. The Municipality shall maintain or cause to be maintained records of determinations of rebate liability with respect to the Bonds for each computation date until six (6) years after the retirement of the last of the Bonds. The Municipality shall make such records available to the State of Wisconsin upon reasonable request therefor.

SECTION 17. RESOLUTION A CONTRACT. The provisions of this Resolution shall constitute a contract between the Municipality and the owner or owners of the Bonds, and after issuance of any of the Bonds no change or alteration of any kind in the provisions of this Resolution may be made, except as provided

in Section 14, until all of the Bonds have been paid in full as to both principal and interest. The owner or owners of any of the Bonds shall have the right in addition to all other rights, by mandamus or other suit or action in any court of competent jurisdiction, to enforce such owner's or owners' rights against the Municipality, the Governing Body thereof, and any and all officers and agents thereof including, but without limitation, the right to require the Municipality, its Governing Body and any other authorized body, to fix and collect rates and charges fully adequate to carry out all of the provisions and agreements contained in this Resolution.

SECTION 18. CONTINUING DISCLOSURE. The officers of the Municipality are hereby authorized and directed, if requested by the State of Wisconsin, to provide to the State of Wisconsin Clean Water Fund Program and to such other persons or entities as directed by the State of Wisconsin such ongoing disclosure regarding the Municipality's financial condition and other matters, at such times and in such manner as the Clean Water Fund Program may require, in order that securities issued by the Municipality and the State of Wisconsin satisfy rules and regulations promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended and as it may be amended from time to time, imposed on brokers and dealers of municipal securities before the brokers and dealers may buy, sell, or recommend the purchase of such securities.

SECTION 19. CONFLICTING RESOLUTIONS. All ordinances, resolutions (other than the Prior Resolutions), or orders, or parts thereof heretofore enacted, adopted or entered, in conflict with the provisions of this Resolution, are hereby repealed and this Resolution shall be in effect from and after its passage. In case of any conflict between this Resolution and the Prior Resolutions, the Prior Resolutions shall control as long as any of the respective Prior Bonds are outstanding.

Adopted this 11th day of May, 2023

Approved this 11th day of May, 2023

ATTEST:

Shannon Berg,
President

Ardith Story,
Village Clerk

EXHIBIT A

(Form of Municipal Obligation)

REGISTERED
NO. _____

UNITED STATES OF AMERICA
STATE OF WISCONSIN
CHIPPEWA AND BARRON COUNTIES
VILLAGE OF NEW AUBURN

REGISTERED
\$ _____

SEWERAGE SYSTEM REVENUE BOND, SERIES 2023

Final
Maturity Date

May 1, 2043

Date of
Original Issue

_____, 20__

REGISTERED OWNER: STATE OF WISCONSIN CLEAN WATER FUND PROGRAM

FOR VALUE RECEIVED the Village of New Auburn, Chippewa and Barron Counties, Wisconsin (the "Municipality") hereby acknowledges itself to owe and promises to pay to the registered owner shown above, or registered assigns, solely from the fund hereinafter specified, the principal sum of an amount not to exceed _____ DOLLARS (\$_____) (but only so much as shall have been drawn hereunder, as provided below) on May 1 of each year commencing May 1, 2024 until the final maturity date written above, together with interest thereon (but only on amounts as shall have been drawn hereunder, as provided below) from the dates the amounts are drawn hereunder or the most recent payment date to which interest has been paid, at the rate of 2.145% per annum, calculated on the basis of a 360-day year made up of twelve 30-day months, such interest being payable on the first days of May and November of each year, with the first interest being payable on November 1, 2023.

The principal amount evidenced by this Bond may be drawn upon by the Municipality in accordance with the Financial Assistance Agreement entered by and between the Municipality and the State of Wisconsin by the Department of Natural Resources and the Department of Administration including capitalized interest transferred (if any). The principal amounts so drawn shall be repaid in installments on May 1 of each year commencing on May 1, 2024 in an amount equal to an amount which when amortized over the remaining term of this Bond plus current payments of interest (but only on amounts drawn hereunder) at Two and 145/1000ths percent (2.145%) per annum shall result in equal annual payments of the total of principal and the semiannual payments of interest. The State of Wisconsin Department of Administration shall record such draws and corresponding principal repayment schedule on a cumulative basis in the format shown on the attached Schedule A.

Both principal and interest hereon are hereby made payable to the registered owner in lawful money of the United States of America. On the final maturity date, principal of this Bond shall be payable only upon presentation and surrender of this Bond at the office of the Municipal Treasurer. Principal hereof (except the final maturity) and interest hereon shall be payable by electronic transfer or by check or draft dated on or before the applicable payment date and mailed from the office of the Municipal Treasurer to the person in whose name this Bond is registered at the close of business on the fifteenth day of the calendar month next preceding such interest payment date.

This Bond shall not be redeemable prior to its maturity, except with the consent of the registered owner.

This Bond is transferable only upon the books of the Municipality kept for that purpose at the office of the Municipal Treasurer, by the registered owner in person or its duly authorized attorney, upon surrender of this Bond, together with a written instrument of transfer (which may be endorsed hereon) satisfactory to the Municipal Treasurer, duly executed by the registered owner or its duly authorized attorney. Thereupon a replacement Bond shall be issued to the transferee in exchange therefor. The Municipality may deem and treat the person in whose name this Bond is registered as the absolute owner hereof for the purpose of receiving payment of or on account of the principal or interest hereof and for all other purposes. This Bond is issuable solely as a negotiable, fully-registered bond, without coupons, and in denominations of \$0.01 or any integral multiple thereof.

This Bond is issued for the purpose of providing for the payment of the cost of constructing improvements to the Sewerage System of the Municipality, pursuant to Article XI, Section 3, of the Wisconsin Constitution, Section 66.0621, Wisconsin Statutes, and a resolution adopted May 11, 2023, and entitled: "Resolution Authorizing the Issuance and Sale of Up to \$141,235 Sewerage System Revenue Bonds, Series 2023, and Providing for Other Details and Covenants With Respect Thereto" and is payable only from the income and revenues of the Sewerage System of the Municipality (the "Utility"). The Bonds are issued on a parity with the Municipality's Sewerage System Revenue Bonds, Series 2018, dated March 28, 2018, Sewerage System Revenue Bonds, Series 2020, dated July 8, 2020 and Sewerage System Revenue Bonds, Series 2022, dated November 9, 2022, as to the pledge of income and revenues of the Utility. This Bond does not constitute an indebtedness of said Municipality within the meaning of any constitutional or statutory debt limitation or provision.

It is hereby certified, recited and declared that all acts, conditions and things required to exist, happen, and be performed precedent to and in the issuance of this Bond have existed, have happened and have been performed in due time, form and manner as required by law; and that sufficient of the income and revenue to be received by said Municipality from the operation of its Utility has been pledged to and will be set aside into a special fund for the payment of the principal of and interest on this Bond.

IN WITNESS WHEREOF, the Municipality has caused this Bond to be signed by the signatures of its President and Village Clerk, and its corporate seal to be impressed hereon, all as of the date of original issue specified above.

VILLAGE OF NEW AUBURN,
WISCONSIN

(SEAL)

By: _____
Shannon Berg
President

By: _____
Ardith Story
Village Clerk

(Form of Assignment)

FOR VALUE RECEIVED the undersigned hereby sells, assigns and transfers unto

(Please print or typewrite name and address, including zip code, of Assignee)

Please insert Social Security or other identifying number of Assignee

the within Bond and all rights thereunder, hereby irrevocably constituting and appointing

Attorney to transfer said Bond on the books kept for the registration thereof with full power of substitution in the premises.

Dated: _____

NOTICE: The signature of this assignment must correspond with the name as it appears upon the face of the within Bond in every particular, without alteration or enlargement or any change whatever.

Signature(s) guaranteed by

SCHEDULE A

\$141,235

VILLAGE OF NEW AUBURN, WISCONSIN
SEWERAGE SYSTEM REVENUE BONDS, SERIES 2023

<u>Amount of Disburse- ment</u>	<u>Date of Disbursement</u>	<u>Series of Bonds</u>	<u>Principal Repaid</u>	<u>Principal Balance</u>
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SCHEDULE A (continued)

PRINCIPAL REPAYMENT SCHEDULE

<u>Date</u>	<u>Principal Amount</u>
May 1, 2024	\$5,729.31
May 1, 2025	5,852.21
May 1, 2026	5,977.74
May 1, 2027	6,105.96
May 1, 2028	6,236.93
May 1, 2029	6,370.71
May 1, 2030	6,507.37
May 1, 2031	6,646.95
May 1, 2032	6,789.53
May 1, 2033	6,935.16
May 1, 2034	7,083.92
May 1, 2035	7,235.87
May 1, 2036	7,391.08
May 1, 2037	7,549.62
May 1, 2038	7,711.56
May 1, 2039	7,876.97
May 1, 2040	8,045.93
May 1, 2041	8,218.51
May 1, 2042	8,394.80
May 1, 2043	8,574.87

NEW BUSINESS CONTINUED

2. Review of Projects, Status Updates Presented by Bernie Lenz, CBS Squared;
Bernie Lenz presented and provided updates. A full review of all projects were presented and discussed including: Sewer relining – Phase 2 done summer of 2023 and the East Street overlay of pavement for 2023; the 2024 and 2025 projects for the undersized main project; the sewer relining phase 3; and the outdoor rec grant application and project scope were all reviewed.
3. Review of and Possible Consider/Act on Analysis Summary and Recommendations for Well Houses and Water System Needs by Bernie Lenz, CBS Squared; The summary of the water system including the water age, water use, pumping scheme, and storage relations and CBS's recommendations for the well houses #1 and #2 were reviewed in relations with the water tower, chemical uses, and equipment. The recommendation is to obtain a local contractor for permanent fixes on the well houses. Need to address the PH system and stabilize it in the 7.9 – 8.1 range. There is not enough chlorine but don't address it until the PH has been stabilized and fine tuned. Measure the ratio of chlorine to 90%. The current data was all over the place. Need to stabilize the caustic soda, dial up the chlorine to get past the point. Just need a new approach. The recommended equipment is in the summary report but in summary are new chemical feed pumps, scales, stainless steel platform, digital readouts, and a 150-gal tank and containment tank.
Motion by Motzer/Pitts for staff to obtain a quote for the well house equipment. All aye. None opposed. Motion carried.
Motion by Pitts/Anderson to allow CBS to submit an Intent to Apply. All aye. None opposed. Motion carried.
4. Consider/Act on Annual Appointments of Committees;
MOTION BY Anderson/Motzer to approve the annual 2023 Committees of Officers. Roll call: Pitts – aye; Berg – aye; Anderson – aye; Motzer – aye; Hinke – aye. 5-0. Motion carried.
5. Consider/Act on ATV Signage of New Routes in Village Totaling \$1,658;
Motion by Anderson/Motzer to approve the ATV signage in village to pay \$1,433.21. All aye. None opposed. Motion carried.
6. Consider/Act on Rural Water Equipment Invoice;
Motion by Motzer/Hinke to donate \$300 to Rural Water equipment annual donation for equipment use. All aye. None opposed. Motion carried.
7. Review of and Possible Consider/Act on Quotes for Security Camera Installations;
Motion by Hinke/Motzer to approve Per Mar Security Camera quotes to include the monthly maintenance of \$482/month. Roll call: Berg – aye; Anderson – aye; Motzer – aye; Hinke – aye. 5-0. Motion carried.
8. Consider/Act on Selling Village Lots Parcel # 23110-0131-60470101 & Parcel # 23110-0131-60470114 both 0.2 acres both approximately 66-ft x 130-ft;
Motion by Anderson/Berg to appoint Ardith Story to process the paperwork to sell the two village lots. All aye. None opposed. Motion carried.
9. Review of and Possible Consider/Act on an Employee Agreement with Jon Bohl;
**Per WI Statute 19.85(1)(b) Considering dismissal, demotion, licensing or discipline of any public employee or person licensed by a board or commission or the investigation of charges against such person, or considering the grant or denial of tenure for a university faculty member, and the taking of formal action on any such matter; provided that the faculty member or other public employee or person licensed is given actual notice of any evidentiary hearing which may be held prior to final action being*

taken and of any meeting at which final action may be taken. The notice shall contain a statement that the person has the right to demand that the evidentiary hearing or meeting be held in open session.

Motion to close by Anderson/Motzer at 9:18 p.m. Roll call: Anderson – aye; Motzer – aye; Hinke – aye; Pitts – aye; Berg – aye. 5-0. Motion carried.

10. Reconvene into Open Session;

Motion to open session by Hinke/Anderson.

11. Possible Action on Closed Session Matter;

Motion by Pitts/Hinke to have a special board meeting on May 31, 2023 at 4:00 p.m. to hold a full staff and board member meeting.

12. Review and Possible Consider/Act on Board Members Absenteeism and Actions;

Village Board agreed that all need to be present at meetings and should be communicating with Clerk Story as village administrator.

IX. Adjourn

President Berg adjourned the meeting at 10:04 p.m.

NOTE: Any person who has a qualifying disability as defined by the American With Disabilities Act that requires the meeting or materials at the meeting to be in an accessible location or format must contact the Village Clerk-Treasurer at (715) 237-2223 by 2 p.m. the Monday prior to the meeting so that any necessary arrangements can be made to accommodate each request.

Prepared by: Ardith Story,
Municipal Clerk-Treasurer