

RESOLUTION NO. 2019-02-03

A RESOLUTION AUTHORIZING THE RESTRICTION OF A PORTION OF WATER FUND RESERVES FOR USE IN FINANCING THE FIRST MAJOR CAPITAL EXPENDITURE IN THE NORTHERN INTEGRATED SUPPLY PROJECT

WHEREAS, the City of Fort Morgan has been an ongoing participant in the Northern Integrated Supply Project ("NISP") for several years; and,

WHEREAS, the NISP project is continuing to proceed forward as the Army Corps of Engineers reviewed the environmental impact statements and prepares to issue a permit for the project; and

WHEREAS, the NISP board is ready to proceed with the acquisition of property rights and other engineering services to prepare for the project being permitted; and

WHEREAS, the NISP project requires money to be available either through bonding or other means to continue forward with the project, which has come to be understood as the first major capital investment phase of the project; and,

WHEREAS, the City of Fort Morgan's proportionate share of the initial capital outlay is anticipated to be approximately \$6.3 million; and,

WHEREAS, the City of Fort Morgan has been actively saving funds in reserves with anticipation of making this payment; and,

WHEREAS, by the City of Fort Morgan providing cash funding for this initial outlay, ratepayers will save several hundred thousand dollars over the life of the project by avoiding financing and interest charges; and,

WHEREAS, the City of Fort Morgan also desires to ensure that monies provided for this initial outlay are secured through some means of collateral or security.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF FORT MORGAN, COLORADO:

SECTION 1 The City Council hereby authorizes restriction of Water Fund reserves for use in making the first major capital outlay in the Northern Integrated Supply Project upon condition that the funds expended are adequately secured through some means of collateral or security.

INTRODUCED, PASSED, APPROVED AND ADOPTED this 19th day of February 2019, the vote upon roll call being as follows:

Ayes: Mayor Shaver, Councilmembers Anderson, Howe, Lindell, Northrup and Schossow.

Nays: None.

Absent /Abstain: None.



THE CITY COUNCIL OF THE CITY OF
FORT MORGAN, COLORADO

BY: Ronald Shaver
Ronald Shaver, Mayor

ATTEST:

John Brennan

John Brennan, City Clerk
STATE OF COLORADO)
COUNTY OF MORGAN) ss.
CITY OF FORT MORGAN)

CERTIFICATE

I, John Brennan, City Clerk of the City of Fort Morgan, Colorado, do hereby certify that the above and foregoing **Resolution** is a true, perfect and complete copy of the **Resolution** adopted by the City Council and is identical to the original thereof appearing in the official records of the City of Fort Morgan, Colorado, and that the same has not been, since its adoption, in any respect, rescinded or amended.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed the seal of the City of Fort Morgan this 20th day of February, 2019.

John Brennan
John Brennan, City Clerk