



**City of Missoula, Montana
City Council Committee Agenda Item**

Committee: Budget and Finance

Item: Reimbursement Resolution Momont #2 Lift Station Project

Date: February 9, 2023

Sponsor(s): [Click or tap here to enter text.](#)

Prepared by: Leigh Griffing

Ward(s) Affected:

<input type="checkbox"/> Ward 1	<input type="checkbox"/> Ward 4
<input type="checkbox"/> Ward 2	<input type="checkbox"/> Ward 5
<input type="checkbox"/> Ward 3	<input type="checkbox"/> Ward 6
<input type="checkbox"/> All Wards	<input checked="" type="checkbox"/> N/A

Action Required:

Approve/Deny Resolution

Recommended Motion(s):

I move the City Council: Adopt/Deny the Resolution Relating to the Financing of Proposed Sewer System Improvements (Momont #2 Lift Station Project); Establishing Compliance With Reimbursement Bond Regulations Under the Internal Revenue Code

Timeline:

Committee discussion:	February 15, 2023
Council action (or sets hearing):	February 27, 2023
Public Hearing (if required):	Click or tap here to enter text.
Final Consideration	Click or tap here to enter text.
Deadline:	Click or tap here to enter text.

Background and Alternatives Explored:

Pursuant IRS regulations a municipality must adopt a statement of official intent to reimburse an original expenditure with tax exempt debt. This reimbursement resolution enables the City to issue tax exempt debt in the future should it be deemed economically advantageous to do so to fund capital projects

Financial Implications:

This resolution enables the City to issue tax-exempt debt in the future. This reimbursement resolution covers certain improvements to the Wastewater Utility identified and approved within the FY2023 budget and FY2023-FY2027 Community Investment Program.

The City reasonably expects to reimburse some or all of the expenditures made for costs of the Project out of proceeds of bonds, in one or more series, in an estimated maximum aggregate principal amount of approximately \$[1,500,000] (the "Bonds") after the date of payment of all or a portion of the costs of the Project. All reimbursed expenditures shall be capital expenditures, a cost of issuance of the Bonds or other expenditures eligible for reimbursement under Section 1.150-2(d)(3) of the Regulations.