

RESOLUTION NO. 23-24

**A RESOLUTION PROVIDING FOR A SURCHARGE FOR IMPROVEMENTS TO THE CITY OF BOX ELDER SEWER SYSTEM, FOR PAYMENT OF A BORROWER BOND AND YEARLY REVIEW OF THE SURCHARGE**

**WHEREAS**, the City of Box Elder has determined to issue its revenue bonds to finance improvements to its sewer system; and

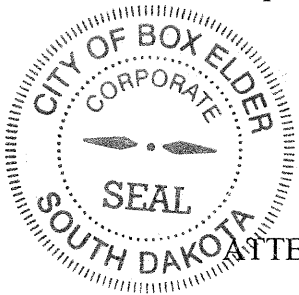
**WHEREAS**, the City of Box Elder will finance the improvements with a South Dakota State Revolving Fund Loan ( Loan # C461003-03) from the South Dakota Conservancy District in the amount of \$6,261,000; and

**WHEREAS**, the City shall adopt special rates or surcharges for the improvements to be pledged, segregated and used for the payment of the Bonds.

**NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF BOX ELDER:**

In addition to the other charges, the City hereby establishes a surcharge of \$3.60 payable by each customer of its system who receives or benefits from the services of the project financed by the DW- C461003-03 loan with the borrower bond. The collection of the surcharge shall start on January 1, 2024. The surcharge shall remain in effect until such time as the borrower bond is paid in full, it shall be collected at the same time as other charges of the system and establish a surcharge account to segregate the income from other system income for book keeping purposes to be pledged to the South Dakota Conservancy District. The surcharge shall be reviewed from year to year and modified in order to provide the required 110 percent debt coverage.

Adopted at Box Elder, South Dakota, this 16<sup>TH</sup> day of MAY 2023.



ATTEST:

*Larry G. Larson*

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Mayor

*[Signature]*  
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Finance Officer