TOWN OF GRAND CHUTE
TBR-23-2019

AND

TOWN OF GRAND CHUTE SANITARY DISTRICT NO. 1
SD1-03-2019

WHEREAS, the Town of Grand Chute Sanitary District No. 1 is in need of moneys to complete municipal projects, including miscellaneous water main replacements and water system improvements in the amount of approximately $3,409,254, and,

WHEREAS, the Town of Grand Chute is in the immediate process of obtaining loan proceeds from and through the issuance of municipal notes; and,

WHEREAS, there are known economies of scale for the Town of Grand Chute to borrow moneys by municipal notes, to include the aforementioned Town of Grand Chute Sanitary District No. 1, within its planned overall issue size of $16,655,000, the market conditions being advantageous for larger note issues at potentially lower rates of interest and to save on costs of issuance; and,

WHEREAS, all of the aforementioned projects benefit the Town of Grand Chute in that the Sanitary District No. 1, is a municipal entity within the Town of Grand Chute providing water services to the Town residents and Town businesses; and,

WHEREAS, all of the aforementioned projects directly promote the health, welfare and safety of the residents of Town of Grand Chute; and,

WHEREAS, a determination has been made by the Town of Grand Chute and the Town of Grand Chute Sanitary District No.1 that it is in the best interest of said Town and said Sanitary District to have the Town of Grand Chute borrow moneys by municipal notes and to further loan a portion thereof to the Sanitary District, for cost effectiveness, cost savings and better interest rate, both to the Town and Sanitary Districts and increased benefit in terms of health and welfare to the residents of the Town and Sanitary Districts.

NOW, THEREFORE, in consideration of the foregoing preamble, the same adopted herein by reference, it is agreed between the Town of Grand Chute (hereinafter called the "TOWN" and the Town of Grand Chute Sanitary District No. 1, hereinafter called the "SANITARY DISTRICT") as follows:

1.) On the 17th day of December, 2019, the Town will award the sale of its $16,655,000 general obligation promissory notes (the "Notes") through a competitive sale conducted by Ehlers & Associates Inc. The closing of the Notes is anticipated to be December 30, 2019. At closing, $3,240,000 of the par amount will be loaned to the Sanitary District.

2.) Said $3,420,000 of loan indebtedness of the TOWN shall be repaid over ten (10) years of principal and interest amortization with the interest rate to be determined as of December 17, 2019.

3.) Of the total note issue in the amount of $16,655,000, $3,420,000 thereof is being obtained by the TOWN to and for the benefit of the SANITARY DISTRICT, according to and for the reasons set forth in the foregoing preamble.

4.) This document shall act as the further loan effective December 30, 2019, from the TOWN to the SANITARY DISTRICT, of the sum of $3,420,000 of the aforementioned sum of $16,655,000, being a loan to Sanitary District No. 1. A schedule of principal and interest payments for the $3,420,000 loan is attached hereto as Exhibit A. By signature hereto, the SANITARY DISTRICT agrees to be responsible for the semi-annual and annual amortization of principal and interest payments due on their portion of the loan. By signature hereto, the SANITARY DISTRICT pledges to the TOWN all special assessments that the SANITARY DISTRICT will receive, now and in the future, in repayment of the SANITARY DISTRICT'S expenditures of the above moneys in the amount of $3,420,000. In addition thereto, the SANITARY DISTRICT agrees to pledge any additional amount of water system revenues received as necessary for their portion of the costs for the aforementioned purpose to and for the benefit of the TOWN.

5.) The TOWN and SANITARY DISTRICT do hereby enter into this Agreement, the same to be effective from and after the date of December 17, 2019.

6.) The SANITARY DISTRICT, by its signature hereto, represents to the TOWN that it has the requisite statutory authority to borrow said money from the TOWN, and the borrowing by the SANITARY DISTRICT is within the borrowing limitation imposed upon a Wisconsin municipal corporation by the State Constitution/Wisconsin Statutes.

7.) The TOWN and SANITARY DISTRICT further agree that this document shall act as an agreement (an inter-municipal agreement) under Section 66.0301 of the Wisconsin Statutes.

Dated this 17th day of December, 2019 as to the Town of Grand Chute.

David A. Schowalter
Town Chairman

Angie Cain
Town Clerk

Dated this 17th day of December, 2019 as to the Town of Grand Chute Sanitary District No. 1.

David A. Schowalter
Commission President

Angie Cain
Commission Secretary

EXHIBT A

Town of Grand Chute, Wisconsin

$3,420,000 General Obligation Promissory Notes, Series 2019A
Sanitary District #1 (Water)
Dated: December 30, 2019

Debt Service Schedule

Date	Principal	Coupon	Interest	Premium to Debt Service	Net P+I	Fiscal Total
12/30/2019	-	-	-		-	-
06/01/2020	-	-	31,458.33	(31,458.33)	-	-
12/01/2020	105,000.00	4.000%	37,500.00	(33,304.96)	109,195.04	109,195.04
06/01/2021	-	-	35,400.00		35,400.00	-
12/01/2021	50,000.00	4.000%	35,400.00		85,400.00	120,800.00
06/01/2022	-	-	34,400.00		34,400.00	-
12/01/2022	50,000.00	4.000%	34,400.00		84,400.00	118,800.00
06/01/2023	-	-	33,400.00		33,400.00	-
12/01/2023	50,000.00	4.000%	33,400.00		83,400.00	116,800.00
06/01/2024	-	-	32,400.00		32,400.00	-
12/01/2024	50,000.00	3.000%	32,400.00		82,400.00	114,800.00
06/01/2025	-	-	31,650.00		31,650.00	-
12/01/2025	50,000.00	3.000%	31,650.00		81,650.00	113,300.00
06/01/2026	-	-	30,900.00		30,900.00	-
12/01/2026	50,000.00	3.000%	30,900.00		80,900.00	111,800.00
06/01/2027	-	-	30,150.00		30,150.00	-
12/01/2027	910,000.00	2.000%	30,150.00		940,150.00	970,300.00
06/01/2028	-	-	21,050.00		21,050.00	-
12/01/2028	1,040,000.00	2.000%	21,050.00		1,061,050.00	1,082,100.00
06/01/2029	-	-	10,650.00		10,650.00	-
12/01/2029	1,065,000.00	2.000%	10,650.00		1,075,650.00	1,086,300.00
Total	**$3,420,000.00**	**-**	**$588,958.33**	**(64,763.29)**	**$3,944,195.04**	**-**

EHLERS
LEADERS IN PUBLIC FINANCE