Dave Ehlinger

From: Keating, Bridgette <Bridgette.Keating@quarles.com>
Sent: Tuesday, November 28, 2023 4:16 PM
To: Dave Ehlinger
Cc: David Ferris; Joshua Ripp
Subject: RE: Financing for Fire Apparatus Memo

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Hi Dave,

You are correct that the reimbursement period (check issuance to bond issuance) cannot be more than 3-years if the City issues more than $5M of tax-exempt obligations in the calendar year the bonds are issued. If the City issues less than $5M of tax-exempt bonds in the year of the reimbursement, then the 3-year limit does not apply.

I don't see any concerns using bond proceeds to prepay for an asset. I think that is still a capital expenditure (vs working capital) for tax-exempt bond purposes. That is, there is no problem with the City issuing bonds as payments are needed.

Hopefully that helps. Happy to talk further.

Bridgette

Quarles

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From: Dave Ehlinger <DEhlinger@cityofstoughton.com>
Sent: Tuesday, November 28, 2023 8:13 AM
To: Keating, Bridgette (MKE x1790) <Bridgette.Keating@quarles.com>
Cc: David Ferris <DFerris@ehlers-inc.com>; Joshua Ripp <JRipp@cityofstoughton.com>
Subject: FW: Financing for Fire Apparatus Memo

Bridgette,

Please see the attached memo.

Given the 36 month lead time for delivery, am I correct in assuming that would be outside the window for reimbursement to the City?

What would be the longest applicable timeframe from check issuance to bond issuance in this scenario?

Given the payment would be coded as a prepaid asset versus a capital outlay for two plus years, are there any legal issues for issuing GO Debt for a future asset?

Thanks,

Dave

From: Joshua Ripp <JRipp@cityofstoughton.com>
Sent: Tuesday, November 28, 2023 7:40 AM
To: Dave Ehlinger <DEhlinger@cityofstoughton.com>; Tim Swadley <TSwadley@cityofstoughton.com>
Subject: Financing for Fire Apparatus Memo

Please find my memo regarding financing.

Joshua Ripp
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