

CITY OF BOLIVAR, MISSOURI

RESOLUTION NO. 2022-02

A RESOLUTION DIRECTING THE CITY ADMINISTRATION TO RESERVE, PROTECT, AND RESPONSIBLY INVEST DIRECT PROCEEDS OF CITY'S SALE OF ITS WATER AND SEWER UTILITIES.

WHEREAS, on or about January 31, 2022, the City of Bolivar, Missouri closed its sale of the City's water and sewer utilities to Liberty Utilities (Missouri Water) LLC; and

WHEREAS, the City of Bolivar recognized approximately \$23.5 million in direct proceeds from the sale closing; and

WHEREAS, the City of Bolivar will have remaining, following payment of outstanding lease/purchases and interdepartmental transfers / budget adjustments, approximately \$13.04 million of the direct proceeds from the sale closing (hereinafter "Net Direct Proceeds"); and

WHEREAS, the City of Bolivar is in the process of seeking qualifications from and interviewing potential financial management service providers to maximize the savings and growth of the Net Direct Proceeds from the sale closing for the betterment of the citizens and taxpayers of the City; and

WHEREAS, the City of Bolivar intends to safeguard and to set aside the Net Direct Proceeds from the sale closing pending final hiring of financial management service providers and making any decisions as to the final investment, use, or savings of the same.


NOW THEREFORE, BE IT RESOLVED by the Board of Aldermen of the City of Bolivar, Missouri, as follows:


SECTION 1: That the City of Bolivar, Missouri hereby directs the City's administration and the City Clerk to reserve the Net Direct Proceeds until such time as the City of Bolivar has obtained the services of professional financial management service providers. The Net Direct Proceeds should be readily available to move and invest as needed in the future pending the City's discussions with and recommendations from said professional financial management service providers.


SECTION 2: That the City of Bolivar hereby directs that the Net Direct Proceeds should otherwise be restricted from any spending by the City until such time as the Board of Aldermen directs otherwise following the City's discussions with and receipt of recommendations from its retained professional financial management service providers.

SECTION 3: That this Resolution will not affect the City's use of (as needed and approved by the Board of Aldermen) any "indirect" proceeds resulting from the sale closing. For purposes of this Resolution, the term "indirect proceeds" means the remaining balance in Fund 18 (the enterprise fund) pooled cash account, and Capital Improvement Tax revenues that will no longer be encumbered following the payoff of the City's various lease/purchase agreements.

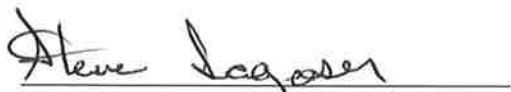
PASSED by the Board of Aldermen this 29th day of March, 2022.

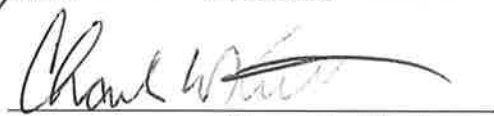

Steve Skopec – Alderman, Ward I



Ethel Mae Tennis – Alderman – Ward I



Dusty Ross – Alderman, Ward II


Justin Ballard – Alderman – Ward II


Steve Sagaser – Alderman, Ward III


Charles Keith – Alderman – Ward IV


Alexis Neal – Alderman – Ward IV


Christopher Warwick - Mayor

CERTIFICATION

I, Paula Henderson, do hereby certify that I am the duly appointed and acting City Clerk for the City of Bolivar, Missouri; that the foregoing Resolution No. 2022-02 was adopted by the Board or Aldermen and thereafter approved by the Aldermen whose signatures appear above and became effective on 3-29, 2022; and that said Resolution remains in full force and effect, having never been amended, bonded nor repealed.




Paula Henderson, City Clerk