

Hall Location:
99 75th Street
Clear Lake, WI 54005

TOWN OF BLACK BROOK
715-263-2932

Mailing Address:
P.O. BOX 44
Amery, WI 54001

Erik Henningsgard, Chairman
Jake Macholl, Supervisor I
Matt Belle Isle, Supervisor II

Janel Belle Isle, Clerk
Darcy Lorscheid, Treasurer

**RESOLUTION 06-2024
AUTHORIZING THE BORROWING OF \$1,100,000.00
FROM PILLAR BANK, CLEAR LAKE, WI**

State of Wisconsin
Town of Black Brook
Polk County


The Town Board of the Town of Black Brook, Polk County, Wisconsin, by this resolution, adopted by a majority of the town board on a roll call vote with a quorum present and voting and proper notice having been given, resolves and ordains as follows:

WHERE AS, Resolution 02-2024 was adopted at a Special Meeting of Electors on November 21, 2024, authorizing the purchase of property and,

WHERE AS, the attached Exhibit A provides the details of the loan for said purchase.

The town clerk shall properly post or publish this resolution as required under s. 60.80, Wis. stats., within 30 days of the below-noted adoption date.

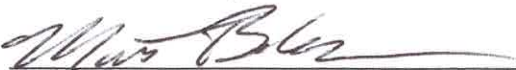
Adopted this 11 day of December, 2024.


Erik Henningsgard, Chairman

Vote: YES


Jake Macholl, Supervisor I

Vote: YES


Matt Belle Isle, Supervisor II

Vote: Yes

Attest: 
Janel Belle Isle, Clerk

EXHIBIT A
RESOLUTION



Prepared and intended for use by commercial financial institutions in transactions governed by Wisconsin Law.

(Adopted at an Open Meeting held November 21st, 2024)

WHEREAS, the Town of Black Brook Polk County, Wisconsin ("Town"), is presently in need of funds aggregating One Million One Hundred Thousand Dollars (\$ 1,100,000.00) for public purpose(s) of: (1) To purchase a new maintenance facility.

; and
WHEREAS, the Town Board deems it necessary and in the best interests of the Town that, pursuant to the provisions of Section 67.12(12), Wisconsin Statutes, the sum of One Million One Hundred Thousand Dollars (\$ 1,100,000.00) be borrowed for such purpose(s) upon the terms and conditions hereinafter set forth:

NOW, THEREFORE, BE IT RESOLVED, that for the purpose(s) hereinabove set forth the Town, by its Chairperson, and Clerk, pursuant to Section 67.12(12), Wisconsin Statutes, borrow from Pillar Bank

("Lender"), the sum of \$ 1,100,000.00, and, to evidence such indebtedness, said Chairperson and Clerk shall make, execute and deliver to the Lender for and on behalf of the Town the promissory note of the Town to be dated December 10, 2024, in said principal amount with interest at the rate of ^{Five and twenty-six hundredths} percent (5.26 %) per annum and payable as follows:

- [Check (a), (b), (c) or (d); only one shall apply.]
- (a) Single Payment. In one payment on SE 12/10/24, PLUS interest payable as set forth below.
 - (b) Installments of Principal and Interest. (2) In nine ~~ten~~ equal payments of \$ 44,797.37 due on June 10, 2025 and on the same day(s) of each sixth month thereafter every 7th day thereafter every 14th day thereafter, PLUS a final payment of the unpaid balance and accrued interest due on December 10, 2034. All payments include principal and interest.
 - (c) Installments of Principal. In _____ equal payments of principal of \$ _____ due on _____ and on the same day(s) of each _____ month thereafter every 7th day thereafter every 14th day thereafter, PLUS a final payment of the unpaid principal due on _____, PLUS interest payable as set forth below.
 - (d) Other. _____

Interest is payable on _____, and on the same day of each _____ month thereafter, every 7th day thereafter, every 14th day thereafter, and at maturity, or, if box (b) is checked, at the times so indicated. Interest is computed for the actual number of days principal is unpaid on the basis of a 360 day year a 365 day year. (2)
Said interest to be payable on the dates set forth above on the outstanding principal balance, with no prepayment privileges prepayment privileges on any principal or interest payment date on or after _____.
A copy of the promissory note shall be attached to this resolution.

(1) Here describe each purpose in detail. If the purpose is meeting general and current municipal expenses or refinancing obligation of the Town, so specify.
(2) Section 67.12(12), Wisconsin Statutes, does not place any restrictions on the basis of interest rate calculations.

BE IT FURTHER RESOLVED, that for the purpose of paying principal and interest on the promissory note as the same becomes due, the full faith, credit and resources of the Town are irrevocably pledged, and that there be, and there hereby is, levied on all the taxable property of the Town, a direct annual irrepealable tax sufficient in amount to pay the principal and interest on said note as the same becomes due and payable, said tax to be in the following minimum amounts: (3)

Amount of Tax (principal and interest)	To Meet Note Payments Due On	Year of Levy (must be in year(s) prior to due date)
\$ 89,594.74	06/10/2025 & 12/10/2025	For the year 2024
\$ 89,594.74	06/10/2026 & 12/10/2026	For the year 2025
\$ 89,594.74	06/10/2027 & 12/10/2027	For the year 2026
\$ 89,594.74	06/10/2028 & 12/10/2028	For the year 2027
\$ 89,594.74	06/10/2029 & 12/10/2029	For the year 2028
\$ 89,594.74	06/10/2030 & 12/10/2030	For the year 2029
\$ 89,594.74	06/10/2031 & 12/10/2030	For the year 2030
\$ 89,594.74	06/10/2032 & 12/10/2032	For the year 2031
\$ 89,594.74	06/10/2033 & 12/10/2033	For the year 2032
\$ 788,146.26	06/10/2034 & 12/10/2034	For the year 2033

If at any time there shall be on hand insufficient funds from the aforesaid tax levy to meet principal and/or interest payments on said note when due, the requisite amount shall be paid from other funds of the Town then available, which sums shall be replaced upon the collection of the taxes herein levied.

In the event that the Town exercises its prepayment privilege, if any, then no such direct annual tax shall be included on the tax rolls for the prepayments made and the amount of direct annual tax hereinabove levied shall be reduced accordingly for the year or years with respect to which said note was prepaid.

So long as any part of the principal of, or interest on, the promissory note remains unpaid, the Town shall be, and continue without power to, repeal such levy or obstruct the collection of said tax until such payments have been made or provided for.

In each of said levy years, the direct annual tax so levied shall be carried into the tax rolls each year and shall be collected in the same manner and at the same time as other taxes of the Town for such years are collected; provided, that the amount of tax carried into the tax roll may be reduced in any year by the amount of any surplus in the debt service account for the note. So long as any part of the principal of, or interest on, said note remains unpaid, the proceeds of said tax shall be segregated in a special fund used solely for the payment of the principal of, and interest on, said note.

BE IT FURTHER RESOLVED, that there be and there hereby is established in the treasury of the Town, if one has not already been established, a debt service fund, separate and distinct from every other fund, which shall be maintained in accordance with generally accepted accounting principles. Sinking funds established for obligations previously issued by the Town may be considered as separate and distinct accounts within the debt service fund. Within the debt service fund, there be and there hereby is established a separate and distinct account designated as the "Debt Service Account for Promissory Note dated 12/10/2024"; which account shall be used solely for the purpose of paying principal of and interest on said note. There shall be deposited in said account any accrued interest paid on said note at the time it is delivered to the Lender, all money raised by taxation or appropriated pursuant hereto, and such other sums as may be necessary to pay principal and interest on said note when the same shall become due.

BE IT FURTHER RESOLVED, that the proceeds of said note shall be used solely for the purposes for which it is issued, but may be temporarily invested until needed in legal investments, provided that no such investment shall be in such a manner as would cause said note to be an "arbitrage bond" within the meaning of Section 148 of the Internal Revenue Code of 1986, as amended, or the Regulations of the Commissioner of Internal Revenue thereunder; and an officer of the Town, charged with the responsibility for issuing the note, shall certify by use of an arbitrage certificate, if required, that, on the basis of the facts, estimates and circumstances in existence on the date of the delivery of the note, it is not expected that the proceeds will be used in a manner that would cause said note to be an "arbitrage bond."

BE IT FURTHER RESOLVED, that the projects financed by the note and their ownership, management and use will not cause the note to be a "private activity bond" within the meaning of Section 141 of the Internal Revenue Code of 1986, as amended, and that the Town shall comply with the provisions of the Code to the extent necessary to maintain the tax-exempt status of the interest on the note.

BE IT FURTHER RESOLVED, that the Town Clerk shall keep records for the registration and for the transfer of the note. The person in whose name the note shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes and payment of either principal or interest on the note shall be made only to the registered owner thereof. All such payments shall be valid and effectual to satisfy and discharge the liability upon such note to the extent of the sum or sums so paid. The note may be transferred by the registered owner thereof by presentation of the note at the office of the Town Clerk, duly endorsed for the transfer or accompanied by an assignment duly executed by the registered owner or his legal representative duly authorized in writing. Upon such presentation, the note shall be transferred by appropriate entry in the registration records and a similar notation, including date of registration, name of new registered owner and signature of the Town Clerk, shall be made on such note.

BE IT FURTHER RESOLVED, that the note is hereby designated as a "qualified tax-exempt obligation" for purposes of Section 265 of the Internal Revenue Code of 1986, as amended, relating to the ability of financial institutions to deduct from income, for federal income tax purposes, interest expense that is allocable to carrying and acquiring tax-exempt obligations. (4)

BE IT FURTHER RESOLVED, that the Town officials are hereby authorized and directed, so long as said note is outstanding, to deliver to the Lender any audit statement or other financial information the Lender may reasonably request and to discuss its affairs and finances with the Lender.

BE IT FURTHER RESOLVED, that said note shall be delivered to the Lender on or after the date of said note, upon receipt of the total principal amount of the loan evidenced thereby, plus accrued interest, if any, to date of delivery, provided that, if this is a refinancing, the refunding note shall be immediately exchanged for the note being refinanced.

- (3) First tax levy should be for the current year unless tax roll has already been delivered for collection, and amount of levy should be sufficient to meet all principal and interest payments coming due prior to date for collection of next succeeding tax levy.
- (4) Delete this paragraph if the Town will be issuing more than \$10,000,000 of tax-exempt obligations in the calendar year. In that case, financial institutions will not be entitled to deduct, for federal income tax purposes, interest expense that is allocable to carrying or acquiring the note.