



Legislation Details (With Text)

File #: 2019-0450 **Version:** 1

Type: Finance **Status:** Passed

File created: 10/2/2019 **In control:** City Council Regular Meeting

On agenda: **Final action:** 10/21/2019

Title: Request for Approval of the 2019 Special Assessment Roll #1 Oakland-Macomb Interceptor Drainage District (OMID) Prepayment Option

Sponsors:

Indexes: Bonds, Drains

Code sections:

Attachments: 1. 102119 Agenda Summary.pdf, 2. OMIDDD Cover Letter.pdf, 3. OMIDDD Project Description.pdf, 4. Resolution Special Assessment Roll #1.pdf, 5. OMIDDD Special Assessment #1.pdf, 6. Resolution (Draft).pdf

Date	Ver.	Action By	Action	Result
10/21/2019	1	City Council Regular Meeting	Adopted by Resolution	Pass

Request for Approval of the 2019 Special Assessment Roll #1 Oakland-Macomb Interceptor Drainage District (OMID) Prepayment Option

Whereas, pursuant to the petitions received by the Charter Township of Waterford, Oakland County, and the City of Sterling Heights, Macomb County (collectively, the "Petitions") requesting the Maintenance, Extension and Improvement of the Oakland-Macomb Interceptor Drain (the "Drain") pursuant to Section 535 of Michigan Public Act 40 of the Public Acts of 1956 ("Drain Code" or Act 40), as amended, MCL §280.535 and filed with the Director of the Michigan Department of Agriculture, proceedings have been carried out by the Augmented Drainage Board and Drainage Board for the Oakland-Macomb Interceptor Drain Drainage District (the "Drainage District") to acquire, finance, construct, improve, and replace certain wastewater facilities (the "Project") as set forth in Attachment A, and said Project having been determined to be necessary for the public health; and,

Whereas, on August 21, 2019, the Drainage Board for the Drainage District confirmed and adopted a Final Order of Apportionment and cost of the Project has been apportioned against the following public corporations in the counties of Oakland and Macomb as follows: (in Oakland County) City of Auburn Hills (4.9705%), Independence Township (includes City of Clarkston) (2.4213%), City of Lake Angelus (0.0185%), City of Rochester (1.9526%), City of Rochester Hills (8.1106%), Oakland Township (1.0393%), Orion Township (3.1494%), Oxford Township (1.2468%), Village of Lake Orion (0.3409%), Village of Oxford (0.5928%), Waterford Township (7.6159%), West Bloomfield Township (1.6414%); (in Macomb County) Chesterfield Township (4.7983%), City of Fraser (2.7237%), City of Sterling Heights (20.8080%), City of Utica (1.1036%), Clinton Township (14.1538%), Harrison Township (4.1556%), Lenox Township (0.6353%), Macomb Township (9.4344%), Shelby Township (6.6490%), Village of New Haven (0.5475%), and Washington Township (1.8907%) (the "Public Corporations"); and,

Whereas, on September 18, 2019, the Drainage Board approved and adopted Oakland-Macomb Interceptor Drain Special Assessment Roll No. 1 Relating to Series 2019 Bonds with respect to the costs of the first segment of the Project not to exceed \$12,000,000, for the acquisition and capital payment to the Great Lakes Water Authority in accordance with the Final Order of Apportionment; and,

Whereas, pursuant to the authorization provided in Section 528 of Chapter 21 of the Drain Code (MCL §280.528), the Drainage Board of the Drainage District expects to provide for the issuance of one or more series of bonds to finance the costs of the Project, and the costs of issuance of such bonds, in anticipation of the collection of assessments to be made pursuant to the Drain Code, and to pledge the full faith and credit of the Drainage District for the prompt payment of the principal thereof and the interest thereon; and

Whereas, such bonds will be payable from the collection of special assessments against the Public Corporations, said

special assessments to be duly confirmed as provided in the Drain Code; and

Whereas, prior to the issuance of said bonds for the first segment, the Drainage Board has notified the City of Rochester Hills, to permit, should the City of Rochester Hills determine expedient, to prepay the assessment and avoid interest and finance charges associated with the anticipated 2019 bond issue for this Project segment; and,

Whereas, the Drainage Board has requested that the City of Rochester Hills adopt a resolution and affirming its intention to prepay its 2019 drain assessment for this Project segment, and forward same by November 1, 2019, and make full payment of the assessment by December 1, 2019.

Now, Therefore, Be It Resolved, that the City of Rochester Hills hereby confirms that it will pay in full, its drain assessment in the amount of \$966,783.52, pursuant to the Oakland-Macomb Interceptor Drain 2019 Special Assessment Roll No. 1.

Be It Further Resolved, that the City/Township Treasurer is directed to notify the Drainage Board for the Oakland-Macomb Interceptor Drain Drainage District by November 1, 2019 and of its intention to submit payment to the no later than December 1, 2019.

Be It Further Resolved, that all resolutions and parts of resolutions insofar as they conflict with the provisions of this resolution be and the same hereby are rescinded.