BOZEMAN MT

Memorandum

REPORT TO: City Commission

FROM: Jamie Grabinski, Procurement Coordinator
Aaron Funk, Controller
Melissa Hodnett, Finance Director

SUBJECT: Resolution Establishing Compliance with IRS Reimbursement Bond Regulations

MEETING DATE: August 18, 2026

AGENDA ITEM TYPE: Resolution

RECOMMENDATION: I move to approve the resolution establishing compliance with IRS reimbursement bond regulations.

STRATEGIC PLAN: 7.5. Funding and Delivery of City Services: Use equitable and sustainable sources of funding for appropriate City services, and deliver them in a lean and efficient manner.

BACKGROUND: In order for the City to reimburse itself for expenditures with debt proceeds, the U.S. Department of Treasury requires a Commission resolution declaring the official intent to reimburse expenditures with bond proceeds not later than 60 days after payment of the original expenditure. The expenditures associated with this resolution are the design and construction of the Water Reclamation Facility Base Hydraulic Phase I for the Utilities Department and design of the Public Works Shops Complex Project ("Project"). The Project and associated debt proceeds and cost of issuance is included in appropriations and revenue estimates in the FY27 Annual Operating Budget.

UNRESOLVED ISSUES: None.

ALTERNATIVES: As suggested by Commission.

FISCAL EFFECTS: Debt proceeds and debt service for the projects are included in long-range financial models for the appropriate funds.

Attachments:
Resolution to Reimburse for WRF SHOPS.docx

Report compiled on: August 4, 2026