

RESOLUTION NO. 2026- 02

A RESOLUTION SETTING SURCHARGE FOR SEWER PROJECT.

WHEREAS, the Town of Gayville, SD ("Town") has passed a RESOLUTION GIVING APPROVAL TO CERTAIN SEWER FACILITIES IMPROVEMENTS; GIVING APPROVAL TO THE ISSUANCE AND SALE OF A REVENUE BOND TO FINANCE, DIRECTLY OR INDIRECTLY, THE IMPROVEMENTS TO THE FACILITIES; APPROVING THE FORM OF THE LOAN AGREEMENT AND THE REVENUE BOND AND PLEDGING PROJECT REVENUES AND COLLATERAL TO SECURE THE PAYMENT OF THE REVENUE BOND; AND CREATING SPECIAL FUNDS AND ACCOUNTS FOR THE ADMINISTRATION OF FUNDS FOR OPERATION OF THE SYSTEM AND RETIREMENT OF THE REVENUE BOND AND PROVIDING FOR A SEGREGATED SPECIAL CHARGE OR SURCHARGE FOR THE PAYMENT OF THE BONDS, known as Resolution No. 2026-01; and

WHEREAS, Resolution No. 2023- 01 requires the Town to pass a resolution establishing the initial special charge or surcharge that will be collected and used to pay off the bond revenues associated with the sewer project.

NOW, THEREFORE, BE IT RESOLVED by the Town Board of the Town of Gayville, South Dakota, that in addition to the other charges, ***the Town hereby establishes a surcharge of \$36.20 hereby repealing the \$52.70 surcharge adopted the 3rd day of April, 2023***, payable by each customer of its system who receives or benefits from the services of the project financed by the CW-02 loan with the borrower bond.

BE IT FURTHER RESOLVED that the collection of the surcharge shall start on June 1, 2026.

BE IT FURTHER RESOLVED that the surcharge shall remain in effect until such time as the borrower bond is paid in full, and that it shall be collected at the same time as other charges of the system.

BE IT FURTHER RESOLVED that there shall be established a surcharge account to segregate the income from other system income for bookkeeping purposes, and that the monies contained in the surcharge account shall be pledged to the South Dakota Conservancy District.

BE IT FURTHER RESOLVED that the surcharge shall be reviewed from year to year, and modified in order to provide the required 110 percent debt coverage.

BE IT FURTHER RESOLVED that this resolution is necessary for the immediate preservation of the public peace, health, or safety of the residents of the Town and, pursuant to SDCL 9-19-13, shall take effect immediately upon the passage and publication thereof.

NOW, THEREFORE, BE IT RESOLVED that the Board of Trustees of the Town of Gayville shall adopt the foregoing resolution, with all the intents and purposes stated therein.

Dated this 21st day of April, 2026.



President of Board of Trustees

ATTEST:



Finance Officer

State law reference – SDCL §§ 9-19-3; 9-48-2

First Reading: April 21, 2026

Passed: April 21, 2026

Published: May 1, 2026