

RESOLUTION NO. A-_____

1 WHEREAS, under the provisions of Section 4.24.090 of the Lincoln Municipal Code, a
2 proposed annual budget for the operation of the Lincoln Electric System (LES) for 2011 was
3 approved by the LES Administrative Board at a special Board meeting on November 3, 2011;
4 and

5 WHEREAS, pursuant to the above-cited code section, a public hearing on the proposed
6 budget was held on October 25, 2011, notice thereof having been published in one issue of the
7 Lincoln Journal Star newspaper published and of general circulation in the City more than five
8 (5) days before such hearing.

9 NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Lincoln,
10 Nebraska:

11 1. That pursuant to the provisions of Section 4.24.090 of the Lincoln Municipal
12 Code, the Lincoln Electric System Annual Budget for the fiscal year beginning January 1, 2012,
13 is hereby adopted, and all funds listed therein are hereby appropriated for the several purposes
14 therein stated.

15 2. That all money received and any of the aforesaid funds in excess of the
16 estimated balances and receipts set forth in said budget shall be credited to the unappropriated
17 surplus of such funds.

18 3. That all monies received and set apart for the operation and maintenance of the
19 Lincoln Electric System and all monies received from any source that are required to be applied
20 to the costs of said operation and maintenance, shall be deposited in the appropriate operation
21 and maintenance account, and paid out upon the order of those persons designated by the LES
22 Administrative Board.

1 4. That LES is authorized to utilize the Accounting Standards Codification (ASC)
2 980 procedure to defer \$2.1 million wind interconnection costs and recover the costs through
3 future LES rates, amortizing the costs over 20 years.

4 5. That LES is authorized to utilize the ASC procedure to recover through future
5 rates any costs due to periodic reconciliations of monies collected from the City dividend for
6 Utility Ownership that are necessary to meet the specified payment obligation to the City of
7 Lincoln.

8 6. That by adoption of the Capital Improvements Budget, the City Council hereby
9 authorizes the acquisition of all necessary right-of-way, easements, or other interests in land, by
10 purchase if possible, by condemnation if necessary, for those projects included within the
11 Capital Improvements Budget.

12 7. That, to the extent capital improvements for facilities of LES are made from LES
13 revenue and other funds, it is intended that the amount of such expenditures, which is not
14 reasonably expected to exceed \$95 million shall be reimbursable to the LES revenue and other
15 funds through the issuance of future electric system revenue bonds, there being no funds of
16 LES or the City reserved, allocated on a long-term basis or otherwise set aside (or reasonably
17 expected to be reserved, allocated on a long-term basis or otherwise set aside) to provide
18 permanent financing for the expenditures related to such expenditures, other than pursuant to
19 the issuance of such electric system revenue bonds, this Resolution being determined to be
20 consistent with the budgetary and financial circumstances of LES and the City as they exist or
21 are reasonably foreseeable on the date hereof.

22 8. There is hereby appropriated all money received from any source as grants or
23 donations received for public purposes.

Introduced by:

Approved as to Form & Legality:

City Attorney

Approved this ___ day of _____, 2011:

Mayor