

RESOLUTION NO 762-2016

CITY OF ALGOMA
COUNTY OF KEWAUNEE
STATE OF WISCONSIN

**A RESOLUTION AUTHORIZING THE ALGOMA UTILITIES TO VOLUNTARILY
CONTRIBUTE \$4,578 TO THE AMERICAN TRANSMISSION COMPANY FOR
ADDITIONAL CAPITAL NEEDS**

WHEREAS, the City of Algoma Utilities has been a member of the American Transmission Company, LLC (ATCLLC) since 2001, and

WHEREAS, ATC Management Inc. (ATCMI) contacted the Algoma Utilities on December 15, 2015 to inform them that American Transmission Company LLC (ATCLLC) requires up to \$125,000,000 in additional equity capital funding in the year 2016 to be requested in several installments; and

WHEREAS, the City of Algoma (Algoma) is hereby notified of ATCMI's call for Voluntary Additional Capital Contributions (VACC) as provided in Section 3.6 of ATCLLC's Operating Agreement and in accordance with resolutions passed by the Board of Directors of ATCMI on September 30, 2015; and

WHEREAS, The first installment requested is in the amount of \$15,000,000, with payment requested by January 29, 2016. The need for, and timing of, the remaining \$110,000,000 will be determined at a later date; and

WHEREAS, Algoma has the right, but no obligation, to contribute its *pro rata* share for additional Member Units by giving notice to ATCLLC by Friday, January 15, 2016; and

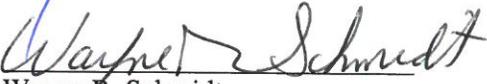
WHEREAS, For the first installment, Algoma is being asked to contribute \$4,578 based upon its Percentage Interest in ATCLLC of 0.0305% as of November 30, 2015; and

WHEREAS, Member Units will be issued in exchange for the contributions made in response to this call and will be issued at a price equal to the Company's Net Book Value per Member Unit as of the end of the calendar month preceding such contribution; and

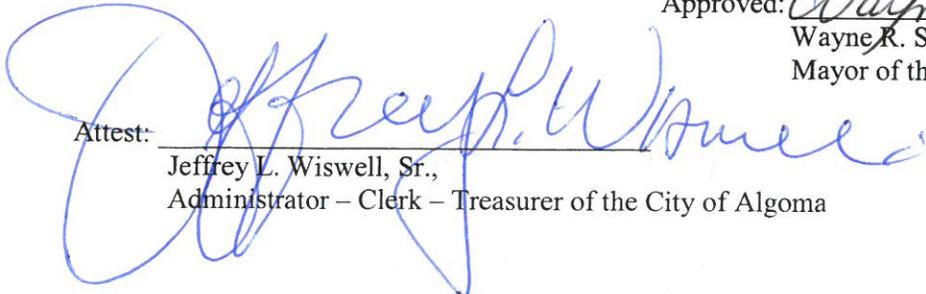
WHEREAS, the Algoma Utility Commission approved the payment at their December meeting;

NOW, THEREFORE, BE IT RESOLVED, that the Common Council of the City of Algoma, duly assembled this 1st day of February, 2016, hereby authorizes the Algoma Utilities to contribute \$4,578.00 to the American Transmission Company, LLC for additional equity capital funding in exchange for additional member units.

ADOPTED BY THE COMMON COUNCIL AT A REGULAR MEETING THEREOF ON THE 1st DAY OF FEBRUARY, 2016, BY A VOTE OF 6 FOR AND 0 OPPOSED.

Approved: 

Wayne R. Schmidt,
Mayor of the City of Algoma

Attest: 

Jeffrey L. Wiswell, Sr.,
Administrator - Clerk - Treasurer of the City of Algoma