

CITY OF ALGOMA
COUNTY OF KEWAUNEE
STATE OF WISCONSIN

COMMON COUNCIL
RESOLUTION No. 1002-2020

A RESOLUTION AUTHORIZING THE ALGOMA UTILITIES TO VOLUNTARILY
CONTRIBUTE \$1,526 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 17, 2019 to inform them that American Transmission Company LLC (ATCLLC) requires up to \$35,000,000 in additional equity capital funding in the year 2020 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 12, 2019; and

WHEREAS, The first installment requested is in the amount of \$5,000,000, with payment requested by January 31, 2019.

WHEREAS, Algoma has the right, but no obligation, to contribute its *pro rata* share for additional Member Units by giving notice to ATCLLC by January 31, 2020; and

WHEREAS, For the first installment, Algoma is being asked to contribute \$1,526 based upon its Percentage Interest in ATCLLC of 0.0305% as of November 30, 2019; 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 6th day of January, 2020, hereby authorizes the Algoma Utilities to contribute \$1,526 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 6th DAY OF JANUARY, 2020, BY A VOTE OF 8 FOR AND 0 OPPOSED.

Approved: Wayne R. Schmidt
Wayne R. Schmidt,
Mayor of the City of Algoma

Attest: Jamie Jackson
Jamie Jackson,
Clerk of the City of Algoma