

**Erie County Fiscal Stability Authority**  
**Resolution No. 10-19**  
**Comment on Sewerage Management Capital Borrowing**

WHEREAS, The Erie County Fiscal Stability Authority (“ECFSA”) was created by Chapter 182 of the Laws of 2005, as amended, to be a corporate governmental agency and instrumentality of the State of New York constituting a public benefit corporation to “oversee the County’s budget, financial and capital plans; to issue bonds, notes or other obligations to achieve budgetary savings and to finance short-term cash flow or capital needs; and, if necessary, to develop financial plans on behalf of the County if the County is unwilling or unable to take the required steps toward fiscal stability”; and

WHEREAS, Section 3958, Subsection D of Chapter 182 of the Laws of 2005 requires this authority to “review and comment on the terms of any proposed borrowing” of the county; and

WHEREAS the Erie County Division of Sewerage Management is looking to borrow \$5.793 million for sewer capital projects; and

WHEREAS the borrowing receives a partial subsidy of 50% on the interest rate from the Environmental Facilities Corporation and the remainder is rated AAA, through New York State; and

WHEREAS this borrowing was excluded from recent ECFSA capital financing due to the beneficial rate structure available to the Division of Sewerage Management and the time period of repayment; and

THEREFORE, BE IT RESOLVED that the ECFSA does hereby comment that the terms related to the borrowing appear reasonable and prudent.

This resolution shall take effect immediately.

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Stanley J. Keysa  
Secretary

Dated: June 29, 2010