

RESOLUTION NO 23-35

Resolution Authorizing Internal Advance to Fund Urban Renewal Project Costs

WHEREAS, the Board of Supervisors of Bremer County, Iowa (the "County"), has established the Wartburg College Urban Renewal Area (the "Urban Renewal Area") and has established the Wartburg College Urban Renewal Area Tax Increment Revenue Fund (the "Tax Increment Fund") in connection therewith; and

WHEREAS, the County has undertaken a certain urban renewal project in the Urban Renewal Area, consisting of funding an economic development grant (the "Grant") to Birdworks, LLC, a subsidiary of Cardinal Construction, related to the construction of student housing at Wartburg College; and

WHEREAS, it has been proposed that the County facilitate an internal advance of funds in the amount of \$51,619 (the "Advance") in order to refinance a portion of the costs of funding the Grant, and, pursuant to Section 331.479 of the Code of Iowa, the County has published notice and has held a public hearing on such proposal on May 16, 2023, and

WHEREAS, the County desires to make the Advance eligible to be repaid from future incremental property tax revenues to be derived from the Urban Renewal Area;

NOW, THEREFORE, IT IS RESOLVED by the Board of Supervisors, as follows:

Section 1. It is hereby directed that the Advance in the amount of Fifty-one Thousand Six Hundred Nineteen Dollars (\$51,619) be advanced in order to refinance a portion of the costs of funding of the Grant from the General Fund (the "Source Fund"). The Advance shall be repaid to the Source Fund, with interest at the per annum rate of 5.5%, out of incremental property tax revenues received with respect to the Urban Renewal Area. Interest shall be calculated from June 1, 2023 and shall be computed on the basis of the actual 365-day calendar year.

It is intended that the Advance, plus accrued interest thereon, shall be repaid to the Source Fund on or before June 1 2027, provided however that repayment of the Advance is subject to the determination of the Board of Supervisors that there are incremental property tax revenues available for such purpose which have been allocated to or accrued in the Tax Increment Fund relative to the Advance, and the Board of Supervisors reserves the right to appropriate funds, or to withhold such appropriation, at its discretion. All payments made will be applied first to accrued interest and then to the Advance.

Section 2. A copy of this Resolution shall be filed in the office of the County Auditor of Bremer County to evidence the Advance. Pursuant to Section 403.19 of the Code of Iowa, the County Auditor is hereby directed to certify, no later than December 1, 2023, the original amount of the Advance.

Section 3. All resolutions or parts thereof in conflict herewith, are hereby repealed, to the extent of such conflict.

PASSED AND APPROVED this 16th day of May, 2023.