

RESOLUTION NO 23-2016

AUTHORIZING INTERNAL ADVANCE OF FUNDS FOR URBAN
RENEWAL PROJECT

WHEREAS, the City of Griswold, Iowa (the "City"), has established the Griswold Highway 92 Urban Renewal District (the "Urban Renewal Area") and has created the Griswold Highway 92 Urban Renewal District Tax Increment Revenue Fund (the "Tax Increment Fund") in connection therewith; and

WHEREAS, the City has approved and undertaken the 2016 Business District Project (the "Project") in the Urban Renewal Area and the City has and will incur initial costs (the "Initial Project Costs") associated with the undertaking of such Project; and

WHEREAS, in order to cover the Initial Project Costs and to make such costs eligible to be recouped from future incremental property tax revenues, it is necessary to facilitate an internal advance (the "Advance") of funds from the City's Sanitary Sewer Utility Fund (the "Sewer Fund"); and

WHEREAS, before funding the Advance, it is necessary to comply with the provisions of Section 384.89 of the Code of Iowa and to make a finding of "surplus" funds in the Sewer Fund;

NOW, THEREFORE, IT IS RESOLVED by the City Council of the City of Griswold, Iowa, as follows:

Section 1. The City is hereby found to be current on all of its operations and maintenance expenses for the Municipal Sanitary Sewer Utility. Furthermore, the City is hereby found to be up-to-date and in full compliance with the covenants and requirements of all bonds, notes, pledge orders and other obligations to which the Net Revenues of said Utility have been pledged. It is hereby found and determined that a surplus of \$85,299 (the "Surplus") exists in the Sewer Fund.

Section 2. It is hereby directed that an amount not in excess of Ninety Thousand Dollars (\$85,299) be advanced (the "Advance") from the Sewer Fund (the "Source Fund") in order to fund the Initial Project Costs. The Advance shall be repaid to the Source Fund, without interest, out of incremental property tax revenues to be received with respect to the Urban Renewal Area.

It is intended that the Advance shall be repaid to the Source Fund by June 1, 2016, from fund that have accrued in the Tax Increment Fund.

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 All resolutions or parts thereof in conflict herewith, are hereby repealed, to the extent of such conflict.

PASSED AND APPROVED this February 8, 2016.

Mayor

Attest:

City Clerk