

RESOLUTION NO.2017-08

Resolution taking additional action to enter into a Loan Agreement, combining Loan Agreements and setting date for sale of General Obligation Corporate Purpose Bonds, Series 2017

WHEREAS, the City of Eagle Grove (the "City"), in Wright County, State of Iowa, heretofore proposed to enter into a General Obligation Corporate Purpose Loan Agreement (the "Corporate Purpose Loan Agreement"), pursuant to the provisions of Section 384.24A of the Code of Iowa, and to borrow money thereunder in a principal amount not to exceed \$200,000 for the purpose of paying the costs, to that extent, of acquiring vehicles and radio equipment for the municipal police department and constructing a building for use in the operations of the municipal cemetery, and pursuant to law and a notice duly published, the City Council has held a public hearing on such proposal on February 20, 2017; and

WHEREAS, the City also proposed to enter into a General Obligation Urban Renewal Loan Agreement (the "Urban Renewal Loan Agreement") and to borrow money thereunder in a principal amount not to exceed \$1,000,000 for the purpose of carrying out an urban renewal project in the Eagle Grove Downtown Urban Renewal Area consisting of providing tax increment financing support to fund an economic development grant program for the promotion of commercial construction activity in the City, and in lieu of calling an election upon such proposal, has published notice of the proposed action and has held a hearing thereon, and as of April 18, 2016, no petition had been filed with the City asking that the question of entering into the Loan Agreement be submitted to the registered voters of the City; and

WHEREAS, pursuant to Section 384.28 of the Code of Iowa, the City Council intends to combine the Corporate Purpose Loan Agreement and the Urban Renewal Loan Agreement into a single loan agreement (the "Loan Agreement") and intends to issue General Obligation Corporate Purpose Bonds, Series 2017 (the "Bonds") in evidence of its obligations thereunder; and

WHEREAS, it is now necessary to set the date for the sale of the Bonds and to authorize Speer Financial, Inc. (the "Municipal Financial Advisor") to carry out such sale;

NOW, THEREFORE, Be It Resolved by the City Council of the City of Eagle Grove, as follows:

Section 1. The Corporate Purpose Loan Agreement and the Urban Renewal Loan Agreement are hereby combined into the Loan Agreement, and the City Council hereby determines to enter into the Loan Agreement in the future and orders that the Bonds be issued at such time, in evidence thereof. The City Council further declares that this resolution constitutes the "additional action" required by Section 384.24A of the Code of Iowa.

Section 2. The City Clerk is hereby authorized to take such action as shall be deemed necessary and appropriate, with assistance from Dorsey & Whitney, LLP and the Municipal Financial Advisor, to set the date of March 6, 2017 as the date for the sale of the Bonds to be issued in evidence of the City's obligation under the Loan Agreement. The Municipal Financial

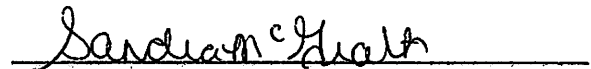
Advisor is hereby authorized to develop a term sheet describing the Bonds and to use said term sheet to advertise with local banks and financial institutions for the sale of the Bonds. All action heretofore taken in this regard is hereby ratified and affirmed.

Section 3. Further action with respect to the Loan Agreement is hereby adjourned to the City Council meeting scheduled for March 6, 2017.

Section 4. All resolutions or parts thereof in conflict herewith are hereby repealed to the extent of such conflict.


Section 5. This resolution shall be in full force and effect immediately upon its adoption and approval, as provided by law.

Passed and approved February 20, 2017.



Mayor

Attest:



City Clerk