

Whereupon, Council member Weland moved that the following Resolution be adopted:

**RESOLUTION NO. 2024-127**

**A RESOLUTION APPROVING AN ENCUMBRANCE BETWEEN  
EAGLE GROVE RECREATION, FIRST BANK, AND THE CITY  
OF EAGLE GROVE**

WHEREAS, the City of Eagle Grove, a municipality incorporated in the State of Iowa, has entered into a Ground Lease Agreement with Eagle Grove Recreation, a non-profit incorporated in the State of Iowa, for the purchase of constructing and operating a Recreation Center in the community, and;

WHEREAS, pursuant to SECTION TEN: LIENS of the Ground Lease Agreement the Tenant is required to keep all and every part of the Premises and all buildings and other improvements at any time located on the Premises free and clear of any and all mortgage or other debt-related liens, and;

WHEREAS, the City Council has received and reviewed a requirement by Eagle Grove Recreation for the need to enter into a loan agreement with First Bank to complete the construction project;

WHEREAS, the City Council has received and reviewed a Credit Backstop and Promissory Note between the City of Eagle Grove, Eagle Grove Recreation, and First Bank, and;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF EAGLE GROVE, IOWA:

SECTION 1. The City Council hereby consents to allowing Eagle Grove Recreation to enter into a loan agreement with First Bank in an amount not-to-exceed \$1,200,000 and to execute a Promissory Note with the City of Eagle Grove which could result in a mortgage or lien placed on the Premises.

SECTION 2. The City Council hereby allows the Mayor and City Administrator to execute all documents related to the completion of loan and promissory agreements on and for Eagle Grove Recreation.

The motion was seconded by Council member Pamperin and after due consideration thereof, the roll was called and the following Council members voted:

AYES: Vandewater, Pamperin, Axell, Limenick, Weland

NAYS:

ABSENT:

WHEREUPON, the Mayor declared said Resolution duly passed and adopted this 18<sup>th</sup> day of November, 2024.

Bryce Davis  
Bryce Davis, City Administrator/Clerk

Michael Boyd  
Michael Boyd, Mayor