

Resolution No. 2023-04

Resolution authorizing and approving a Loan Agreement with the Wright County Conservation Board in the amount of \$41,000 and providing for the levy of taxes to pay the same

WHEREAS, The City of Rowan, State of Iowa, proposed to enter into a loan agreement and to borrow principal in the amount of \$41,000, pursuant to the provisions of Section 384.4 of the Code of Iowa, for the purpose of paying the costs to abate asbestos and demolish the building at 103 Main Street, owned by the City of Rowan, as a measure to ensure the safety of the public.

WHEREAS, The loan agreement is with the Wright County Conservation Board in the amount of \$41,000, with 0% interest, and payable over the course of ten (10) years.

WHEREAS, For the purpose of providing for the levy and collection of a direct annual tax sufficient to pay the principal and interest on the Note as the same become due, there is hereby ordered levied on all the taxable property in the City in each of the years while the Note is outstanding, the following direct annual tax for collection in each of the following fiscal years:

For collection in the fiscal year beginning July 1, 2023, sufficient to produce the net annual sum of \$4,000.

For collection in the fiscal year beginning July 1, 2024, sufficient to produce the net annual sum of \$4,000.

For collection in the fiscal year beginning July 1, 2025, sufficient to produce the net annual sum of \$4,000.

For collection in the fiscal year beginning July 1, 2026, sufficient to produce the net annual sum of \$4,000.

For collection in the fiscal year beginning July 1, 2027, sufficient to produce the net annual sum of \$4,000.

For collection in the fiscal year beginning July 1, 2028, sufficient to produce the net annual sum of \$4,000.

For collection in the fiscal year beginning July 1, 2029, sufficient to produce the net annual sum of \$4,000.

For collection in the fiscal year beginning July 1, 2030, sufficient to produce the net annual sum of \$4,000.

For collection in the fiscal year beginning July 1, 2031, sufficient to produce the net annual sum of \$4,000.

For collection in the fiscal year beginning July 1, 2032, sufficient to produce the net annual sum of \$4,000.

WHEREAS, A certified copy of this resolution shall be filed with the County Auditor, and the County Auditor is hereby instructed to enter for collection and assess the tax hereby authorized.

WHEREAS, The City Clerk shall set aside the proceeds of the tax levy in a Debt Service Fund of the City and those funds are to be used solely and only for the payment of the principal and interest on the loan hereby authorized and for no other purpose whatsoever.

WHEREAS, Each year while the loan remains outstanding and unpaid, any funds of the City which may lawfully be applied for such purpose may be appropriated, budgeted and, if received, used for the payment of the principal and interest on the loan as the same become due, and if so appropriated, the taxes for any given fiscal year as provided for in this resolution, shall be reduced by the amount of such alternate funds as have been appropriated for

said purpose and evidenced in the City's budget.

WHEREAS, The principal and interest and both of them falling due in any year or years shall, if necessary, be paid promptly from current funds on hand in advance of taxes levied and when the taxes shall have been collected, reimbursement shall be made to such current funds to the sum thus advanced.

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

NOW THEREFORE BE IT RESOLVED, that the City Council of the City of Rowan, State of Iowa, has authorized, approved, and provided levy for Debt Service on property taxes to satisfy the loan to the Wright County Conservation Board.

Motion by _____ to adopt the foregoing Resolution.
2nd by _____.

On a call of the roll the vote was as follows: Ayes: ____ Nays: ____

PASSED and APPROVED THIS ____ day of _____,
2023.

Mayor

Attest:

City Clerk