

RESOLUTION NO. 2018-15

A RESOLUTION TAKING ADDITIONAL ACTION ON PROPOSAL TO ENTER INTO A GENERAL OBLIGATION CORPORATE PURPOSE LOAN AGREEMENT AND PROVIDING THE LEVY OF TAXES TO PAY THE SAME

WHEREAS, the City of Independence (the "City"), in Buchanan County, State of Iowa, pursuant to the provisions of Section 384.24A of the Code of Iowa, heretofore proposed to enter into a loan agreement (the "Loan Agreement") and to borrow money thereunder in a principal amount not to exceed \$2,700,000 for the purpose of paying the costs, to that extent, of constructing street, bridge, water system, sanitary sewer system, storm water drainage and sidewalk improvements and acquiring a fire truck for use by the municipal fire department, and pursuant to law and duly published notice of the proposed action has held a hearing thereon on February 26, 2018; and

WHEREAS, the City intends to enter into the Loan Agreement in the future and to issue one or more series of General Obligation Corporate Purpose Bonds (the "Bonds") in evidence of its obligations thereunder and anticipates that principal and interest will come due on the Bonds before July 1, 2019; and

WHEREAS, it is now necessary to make provision for the levy of a debt service property tax in the 2018-2019 fiscal year for the payment of such anticipated principal and interest;

NOW, THEREFORE, Be It Resolved by the City Council of the City of Independence, Iowa, as follows:

Section 1. 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. For the purpose of providing for the levy and collection of a direct annual tax sufficient to pay the principal of and interest on the Bonds as the same become due, there is hereby ordered levied on all the taxable property in the City the following direct annual tax:

For collection in the fiscal year beginning July 1, 2018,
sufficient to produce the net annual sum of \$105,000.

Provided, however, that at the time the Bonds are issued, the actual tax levy amounts required to pay the principal of and interest on the Bonds in each year shall be determined based upon the interest rate or rates at which the Bonds are issued, and this resolution shall be supplemented by a resolution of the City Council to provide for such actual and necessary tax levy amounts.

Section 3. A certified copy of this resolution shall be filed with the Buchanan County Auditor and said Auditor is hereby instructed to enter for collection and assess the tax hereby authorized. When annually entering such taxes for collection, the County Auditor shall include the same as a part of the tax levy for Debt Service Fund purposes of the City and when collected, the proceeds of the taxes shall be converted into the Debt Service Fund of the City and set aside therein as a special account to be used solely and only for the payment of the principal of and interest on the Bonds hereby authorized and for no other purpose whatsoever.

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.

BE IT HEREBY RESOLVED BY THE CITY COUNCIL OF THE CITY OF INDEPENDENCE, BUCHANAN COUNTY, IOWA, that the Council met on Monday, February 26, 2018 at 6:30 p.m. in City Hall and by majority vote approved a Resolution; within the City of Independence, Buchanan County, Iowa.

Resolution No. 2018-15 was passed and approved by a majority vote of the City Council of Independence, Iowa, on the 26th day of February, 2018.

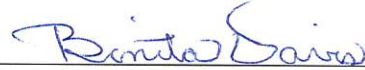
Record of Voting:

Ayes: Kurtz, Hayward, Hill, Scharff, O'Loughlin, Hanna, and Vaughn.

Nays:

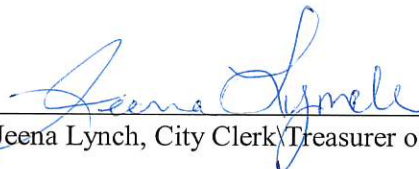
Absent:

Resolution No. 2018-15 declared passed and adopted by the Mayor on this 26th day of February, 2018.



Bonita Davis, Mayor of the City of Independence, Iowa

ATTEST:



Jeena Lynch, City Clerk/Treasurer of the City of Independence, Iowa