



TO: Michael C. Van Milligen, City Manager
FROM: Kenneth J. TeKippe, Finance Director
DATE: January 30, 2014
SUBJECT: Reimbursement Resolution – Bee Branch Watershed Flood Mitigation Project

INTRODUCTION

The purpose of this memorandum is to provide a reimbursement resolution to serve as “official intent” to reimburse project expenditures for the Bee Branch Watershed Flood Mitigation Project, as required under the federal tax-exempt bond regulations. A letter from attorney William Noth detailing information on the reimbursement resolution is enclosed.

DISCUSSION

The purpose of this resolution is to allow reimbursement of project costs from the not to exceed \$29,000,000 Sales Tax Increment Revenue Bonds (Flood Mitigation Program). Additional information is detailed in the resolution. Expenses for land acquisition will be incurred prior to receipt of the bond proceeds. The resolution allows the expenditures to be reimbursed via the tax exempt borrowing.

RECOMMENDATION

I respectfully recommend the adoption of the enclosed reimbursement resolution.

Prepared by:

KT/eml

Attachment

cc: Barry Lindahl, City Attorney

Cindy Steinhauser, Assistant City Manager

Jennifer Larson, Budget Director