

## RESOLUTION 07-2021

### A RESOLUTION ESTABLISHING AN INTERFUND LOAN BETWEEN THE RDA AND CDA

A Resolution establishing and approving an Amended Interfund Loan between the North Ogden City Redevelopment Area Fund (Lender) and North Ogden City Community Development Area Fund (Borrower). Both funds are classified as Redevelopment Agency Funds for budgeting and reporting purposes.

**It is the Finding of the North Ogden City Council that:**

**WHEREAS:** The North Ogden City Redevelopment Agency Board, through its appointed officials and appointed officers, has caused to be created an interfund loan arrangement between its Redevelopment Area (RDA) and Community Development Area (CDA) Funds for the purpose of providing monies for projects identified in the Community Development Project Area Plan;

**WHEREAS:** The North Ogden City Council is required under the Limited Purpose Local Government Entities – Community Reinvestment Agency Act to approve all such loans

**Now, therefore, it is hereby resolved by the North Ogden City Council**

**Section 1.1.** The North Ogden City Council, through its elected officials and appointed officers, has reviewed the proposed amended interfund loan between the RDA and CDA Funds.

**Section 1.2.** The Council, after reviewing the RDA resolution and desiring to provide a funding source and mechanism to support needed project area improvements within the CDA Fund approves an amended interfund loan between the RDA Fund (Lender) and CDA Fund (Borrower) with the following terms and conditions:

Effective Date of the Loan: May 25, 2021 (amended from January 17, 2017, September 29, 2017, and June 25, 2019)

**Name of Lending Fund:** North Ogden City Redevelopment Area Fund

**Name of Borrowing Fund:** North Ogden City Community Development Fund Amount of the Loan: \$550,000 (Amended from \$200,000 01/17/17; \$200,000 09/29/17; \$150,000 06/25/19)

**Term and Repayment:** 10 year repayment in semi-annual installments

**Interest Rate:** 10 year Treasury Rate as of May 25, 2021

**Interest Calculation Method:** Semi-annual amortized principal and interest

**Procedure for Applying Interest:** Interest rate applied to outstanding balance

**Procedure for Applying Payment:** Internal fund accounting procedures

**Other Terms and Conditions:** No prepayment or early payoff penalties

**Section 1.3.** The interfund loan amortization schedule based on the terms identified in Section 1.2 is attached as Exhibit A and is hereby adopted. This schedule contains the 10-year Treasury Rate as of May 25, 2021.

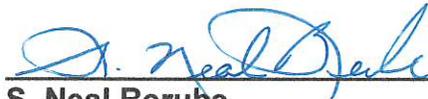
**Section 2.1.** The North Ogden City Redevelopment Agency, through its appointed officials and appointed officers, has caused to be prepared an amended interfund loan between the RDA Fund and CDA Fund. This amended interfund loan has been duly considered and formulated according to the Limited Purpose Local Government Entities – Community Reinvestment Agency Act and other applicable State and Federal law. It is now desirable and necessary to formally adopt this interfund loan.

**Section 2.2.** This interfund loan includes terms and conditions as specified in Section 1.2.

**Section 3.** This Resolution shall take effect immediately upon passage.

**PASSED and ADOPTED this 22<sup>nd</sup> day of June 2021.**

**North Ogden City:**

  
\_\_\_\_\_  
**S. Neal Berube**  
**Mayor**

**NORTH OGDEN CITY COUNCIL VOTE AS RECORDED:**

	<b>Aye</b>	<b>Nay</b>	
<b>Council Member Barker:</b>	<u>X</u>	___	
<b>Council Member Cevering:</b>	<u>X</u>	___	
<b>Council Member Ekstrom:</b>	___	___	(excused)
<b>Council Member Stoker:</b>	<u>X</u>	___	
<b>Council Member Swanson:</b>	<u>X</u>	___	
<b>(In event of a tie vote of the Council):</b>			
<b>Mayor Berube</b>	___	___	

**ATTEST:**

  
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**Susan L. Nance, CMC**  
**City Recorder**