

**JOHN DAY URBAN RENEWAL AREA
JOHN DAY, OREGON**

RESOLUTION NO. 2021-05

A RESOLUTION TO ACCEPT A LOAN FROM THE CITY OF JOHN DAY

WHEREAS, the John Day Urban Renewal Agency (the "Agency") and its Board of Directors (the "Board") are responsible for providing financial oversight and accountability for the management of the John Day Urban Renewal Area and its incentive programs; and

WHEREAS, the City of John Day has extended a financing offer to the Agency to finance water and sewer system improvements up to \$100,000 at a variable interest rate for a 5-year term starting October 1, 2021; and

WHEREAS, the terms offered by this loan will improve the financial position of the Agency;

NOW THEREFORE, BE IT RESOLVED

- 1) Board accepts the City of John Day credit offer and terms as proposed.
- 2) Board authorizes Agency to incur debt service for \$100,000 in the form of the interest-only loan;
- 3) Board authorizes Chairperson Ron Lundbom and Director Nicholas Green to be authorized signers for all loan documentation related to this transaction.
- 4) Board authorizes Director Green to issue repayment to the City of John Day for the balance of the City's loan upon receipt of sufficient tax increment revenues over the life of the loan, with the principal payment (loan balance) to be paid in full no later than October 1st, 2026.

Adopted by the Board of Directors of the John Day Urban Renewal District this 8th of day of June, 2021.

Ron Lundbom, Chairperson

Attest:

Nicholas Green, Director