



City of Racine

City Hall
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Legislative Report

File Number: Res. 0508-21

Agenda Date: 07/20/2021

File Type: Resolution

Board of Commissioners of Public Lands Loan - Financing Development for the Belle City Square Project (Horlick Malted Milk Site)

Board of Commissioners of Public Lands of Wisconsin

WHEREAS, by the provisions of Section 24.66 of the Wisconsin Statutes, all municipalities may borrow money for such purposes in the manner prescribed, and,

WHEREAS, by the provisions of Chapter 24 of the Wisconsin Statutes, the Board of Commissioners of Public Lands of Wisconsin is authorized to make loans from the State Trust Funds to municipalities for such purposes. (Municipality as defined by Sec. 24.60(2) of the Wisconsin Statutes means a town, village, city, county, public inland lake protection and rehabilitation district, town sanitary district created under Sec. 60.71 or 60.72, metropolitan sewerage district created under Sec. 200.05 or 200.23, joint sewerage system created under Sec. 281.43(4), school district or technical college district.)

THEREFORE, BE IT RESOLVED, that the City of Racine, in the County of Racine, Wisconsin, borrow from the Trust Funds of the State of Wisconsin the sum of Four Million and 00/100 Dollars (\$4,000,000.00) for the purpose of financing pass-through loan for market-rate housing in the Belle City Square development and for no other purpose.

RESOLVED FURTHER, that the loan is to be payable within 10 years from the 15th day of March preceding the date the loan is made. The loan will be repaid in annual installments with interest at the rate of 3.00 percent per annum from the date of making the loan to the 15th day of March next and thereafter annually as provided by law.

RESOLVED FURTHER, that there shall be raised and there is levied upon all taxable property, within the City of Racine, in the County of Racine, Wisconsin, a direct annual tax for the purpose of paying interest and principal on the loan as they become due.

RESOLVED FURTHER, that no money obtained by the City of Racine by such loan from the state be applied or paid out for any purpose financing pass-through loan for market-rate housing in the Belle City Square development without the consent of the Board of Commissioners of Public Lands.

RESOLVED FURTHER, that in case the Board of Commissioners of Public Lands of Wisconsin agrees to make the loan, that the Mayor and Clerk of the City of Racine, in the County of Racine,

Wisconsin, are authorized and empowered, in the name of the city to execute and deliver to the Board of Commissioners, certificates of indebtedness, in such form as required by the Board of Commissioners, for any sum of money that may be loaned to the city pursuant to this resolution. The Mayor and Clerk of the City will perform all necessary actions to fully carry out the provisions of Chapter 24, Wisconsin Statutes, and these resolutions.

RESOLVED FURTHER, that this preamble and these resolutions and the aye and no vote by which they were adopted, be recorded, and that the Clerk of the City of Racine forward this certified record, along with the application for the loan, to the Board of Commissioners of Public Lands of Wisconsin.

Fiscal Note: The loan not to exceed \$4,000,000.00.