

**EXTRACT OF MINUTES OF MEETING
OF THE
ROSEVILLE ECONOMIC DEVELOPMENT AUTHORITY**

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Pursuant to due call and notice thereof, a special meeting of the Board of Commissioners of the Roseville Economic Development Authority was duly held on the 12th day of August, 2019, at 6:00 p.m.

The following members were present: Etten, Willmus, Laliberte, Groff, and Roe

and the following were absent: None

Member Etten introduced the following resolution and moved its adoption:

Resolution No. 49

**RESOLUTION AUTHORIZING AN INTERFUND LOAN FOR ADVANCE OF CERTAIN
COSTS IN CONNECTION WITH TAX INCREMENT FINANCING DISTRICT NO. 22: TWIN
LAKES II**

WHEREAS, the Roseville Economic Development Authority (“REDA”) intends to establish Tax Increment Financing District No. 22: Twin Lakes II (the “TIF District”), a redevelopment district, within Development District No. 1, pursuant to Minnesota Statutes, Sections 469.001 through 469.047, as amended, Minnesota Statutes, Sections 469.090 to 469.1081, as amended, and Minnesota Statutes, Sections 469.174 through 469.1794, as amended (the “TIF Act”), and will approve a tax increment financing plan therefor; and

WHEREAS, REDA may incur certain costs related to the TIF District, which costs may be financed on a temporary basis from legally available REDA funds or funds of the City of Roseville, Minnesota (the “City”); and

WHEREAS, under Section 469.178, subdivision 7 of the TIF Act, REDA is authorized to advance or loan money from any fund from which such advances may be legally made in order to finance expenditures that are eligible to be paid with tax increments under the TIF Act; and

WHEREAS, REDA expects to incur costs related to administrative costs of the TIF District (the “Qualified Costs”) using REDA or City funds legally authorized for such purpose, and to reimburse such funds from tax increments from the TIF District when received; and

WHEREAS, REDA intends to designate such advances as an interfund loan in accordance with the terms of this resolution and the TIF Act;

NOW, THEREFORE, BE IT RESOLVED, that:

1. REDA hereby authorizes the advance of up to \$100,000 in legally available REDA or City funds to pay the Qualified Costs, together with interest at the rate of 5% per annum (the "Interfund Loan"). Interest shall accrue on the principal amount of each advance from the date of such advance. The interest rate is no more than the greatest of the rate specified under Minnesota Statutes, Section 270C.40 and Section 549.09, both in effect for calendar year 2019, and will not be adjusted.
2. Principal and interest (the "Payments") on the Interfund Loan shall be paid semiannually on each August 1 and February 1 (each a "Payment Date"), commencing on the first Payment Date on which REDA receives Available Tax Increment (defined below), or on any other dates determined by the Executive Director, through the date of last receipt of tax increment from the TIF District.
3. Payments on the Interfund Loan will be made solely from Available Tax Increment, defined as tax increment from the TIF District received by REDA from Ramsey County, Minnesota in the six-month period before any Payment Date. Payments shall be applied first to accrued interest, and then to unpaid principal. Payments on the Interfund Loan may be subordinated to any outstanding or future bonds, notes or contracts secured in whole or in part with Available Tax Increment, and are on a parity with any other outstanding or future interfund loans secured in whole or in part with Available Tax Increment.
4. The principal sum and all accrued interest payable under this resolution is prepayable in whole or in part at any time by REDA without premium or penalty.
5. This resolution is evidence of an internal borrowing by REDA in accordance with Section 469.178, subdivision 7 of the TIF Act, and is a limited obligation payable solely from Available Tax Increment pledged to the payment hereof under this resolution. The Interfund Loan shall not be deemed to constitute a general obligation of the State of Minnesota or any political subdivision thereof, including, without limitation, REDA and the City. Neither the State of Minnesota, nor any political subdivision thereof shall be obligated to pay the principal of or interest on the Interfund Loan or other costs incident hereto except out of Available Tax Increment. REDA shall have no obligation to pay any principal amount of the Interfund Loan or accrued interest thereon, which may remain unpaid after the final Payment Date.
6. REDA may at any time make a determination to forgive the outstanding principal amount and accrued interest on the Interfund Loan to the extent permissible under law.
7. REDA may from time to time amend the terms of this resolution to the extent permitted by law, including without limitation amendment to the payment

schedule and the interest rate; provided that the interest rate may not be increased above the maximum specified in Section 469.178. subdivision 7 of the TIF Act.

8. This resolution is effective upon approval.

The motion for the adoption of the foregoing resolution was duly seconded by Member Groff, and upon a vote being taken thereon, the following voted in favor thereof:

Etten, Willmus, Laliberte, Groff, and Roe

and the following voted against the same: None

WHEREUPON said resolution was declared duly passed and adopted.

Certificate

I, the undersigned, being duly appointed Executive Director of the Roseville Economic Development Authority, hereby certify that I have carefully compared the attached and foregoing resolution with the original thereof on file in my office and further certify that the same is a full, true, and complete copy of a resolution which was duly adopted by the Board of Commissioners of said Authority at a duly called and specially held meeting thereof on August 12, 2019.

Witness my hand as the Executive Director of the Authority this 13th day of August, 2019.



Patrick Trudgeon, Executive Director
Roseville Economic Development Authority