

Buffalo County Resolution



Drafted By:
Sonya J. Hansen
Presented Month/Year:
November 2019
Involved Committees:
Finance Committee

County Department:
Administration
Fiscal Impact: YES / NO
AC Approved: YES / NO

RESOLUTION # 19-12-03

A RESOLUTION TO AUTHORIZE CDBG-CLOSE OUT AND PARTNER WITH CITY OF MONDOVI FOR SEWAGE TREATMENT PLANT EXPANSION

WHEREAS, the Department administers the Community Development Block Grant (“CDBG”) program on behalf of the U.S. Department of Housing and Urban Development (“HUD”); and

WHEREAS, as part of the administration of the CDBG program the Department established, with approval from HUD, the CDBG Revolving Loan Fund for Economic Development (“RLF-ED”) program, pursuant to which the Department provided CDBG funds to units of local government (“UGLG”) to loan to local businesses to undertake CDBG-eligible activities; and

WHEREAS, under the RLF-ED program, when loan recipients made loan payments to UGLGs those UGLGs were permitted to retain such money in a revolving loan fund for future RLF-ED qualifying loans; and

WHEREAS, the COUNTY participated in and received funds from the Department pursuant to the RLF-ED program as an UGLG, used such funds to make loans to qualifying businesses, and established a revolving loan fund into which the COUNTY deposited loan repayments for the purpose of funding future RLF-ED qualifying loans;

WHEREAS, the COUNTY has certified to the Department that the total balance of money in its RLF-ED revolving loan fund is \$380,617.74 (“RLF Bank Balance”) and the total value of outstanding loans is \$26,925.41 (“RLF Accounts Receivable”); and

WHEREAS, the Department has received approval from HUD to implement the CDBG-CLOSE program, the purpose of which is to liquidate, and closeout outstanding RLF-ED revolving funds held by UGLGs; and

WHEREAS, pursuant to the CDBG-CLOSE program the UGLGs are required to pay to the Department their RLF Bank Balances, the Department will establish RLF Closeout Accounts for each UGLG to be used for certain qualifying projects, and UGLGs will receive credit in their RLF Closeout Accounts in an amount equal to the amount of their remitted RLF Bank Balances; and

WHEREAS, the sewer treatment plant expansion with the City of Mondovi is a qualified project and upon repayment of the funds, the COUNTY shall apply under the new established CDBG program; and,

WHEREAS, upon approval of the application to partner with the City of Mondovi, the County shall lend these funds to the City of Mondovi to be repaid over three (3) years as zero percent interest.

NOW, THEREFORE, BE IT FURTHER RESOLVED, that the Buffalo County Board of Supervisors direct and authorize the County Administrative Coordinator to take all steps necessary to implement the CDBG-CLOSE program, the purpose of which is to liquidate and closeout outstanding RLF-ED revolving loan funds held by UGLGs; and to loan said funds to the City of Mondovi as approved by the State of Wisconsin, Department of Administration to be paid back to Buffalo County over a period of three years at zero percent interest.

Adopted at a duly called and noticed meeting of the Buffalo County Board of Supervisors on the 16th day of December 2019.

Robert M. Halverson
County Clerk

ATTEST:

Mary Anne McMillan Urell
County Board Chair

Finance Committee

Larry Grisen
Larry Grisen

Donald Hillert
Donald Hillert

Mary Anne McMillan Urell
Mary Anne McMillan Urell

Nettie Rosenow
Nettie Rosenow

Yes - via phone
David Danzinger

ANTICIPATED FINANCIAL IMPACT STATEMENT TO COUNTY :

None