



Roll Call Number

21-0025

Agenda Item Number

23

Date January 11, 2021

RESOLUTION AUTHORIZING ADVANCEMENT OF COSTS FOR THE FORMER DICO PROPERTY URBAN RENEWAL PROJECT IN THE METRO CENTER URBAN RENEWAL AREA AND CERTIFICATION OF EXPENSES INCURRED BY THE CITY FOR PAYMENT UNDER IOWA CODE SECTION 403.19

WHEREAS, on March 20, 2020, by Roll Call Nos. 00-788 and 00-789, the City Council adopted the Urban Renewal Plan for the Metro Center Urban Renewal Project, as amended by the Twenty-seventh Amendment thereto (the "Plan") for the purpose of undertaking urban renewal projects including the project described as the urban renewal demolition of the buildings on and the operation, maintenance and securing of the former Dico property located in the vicinity of Fleur Drive and Martin Luther King Jr. Parkway (the "Project") within the Metro Center Urban Renewal Area; and

WHEREAS, the Metro Center Urban Renewal Area encompasses an irregularly shaped area that includes the downtown core and the areas surrounding the downtown core which is appropriate for expansion as a retail, business and cultural center of the Des Moines metropolitan area; and

WHEREAS, the description for the Project contained in the Plan provides for the expenditure in the amount of \$1,490,000 in fiscal years 2020/2021 and 2021/2022 for the urban renewal demolition of buildings on and the operation, maintenance, securing and related work of the former Dico property and the City intends to advance such amount from the City general fund, and thereafter reimburse the general fund with tax increment; and

WHEREAS, it is the intention of the City to certify the amount of funds advanced for reimbursement under Iowa Code Section 403.19 before December 1, 2021; and

WHEREAS, the amount of funds to be advanced for the Project is \$1,490,000.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Des Moines, Iowa, as follows:

- 1. Pursuant to Ordinance No. 15,554 there has been established a special tax increment fund for the Metro Center Urban Renewal Area (the "Tax Increment Fund"), into which all incremental property taxes received from the Metro Center Urban Renewal Area, as amended, are deposited. The City Council hereby finds the Project to be an urban renewal project as defined in Iowa Code Chapter 403, and further finds that said Project is included in the Plan for the Metro Center Urban Renewal Area.

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2. It is hereby directed that the sum of \$1,490,000 be advanced for the Project from the City general fund in order to pay for the Project work and activities in fiscal years 2020/2021 and 2021/2022. The advancement shall be treated as an internal loan (the "Loan") from the City general fund and the City general fund shall be reimbursed from the Tax Increment Fund.
3. The Project costs to be incurred in fiscal years 2020/2021 and 2021/2022 for the Project are approved, to be advanced as described as in paragraph 2 above.
4. Certification for reimbursement of the advance under Iowa Code Section 403.19 shall be made by the City Council on or before December 1, 2021.

Moved by Gatto to adopt.

APPROVED AS TO FORM:

/s/ Lawrence R. McDowell
Lawrence R. McDowell
Deputy City Attorney

COUNCIL ACTION	YEAS	NAYS	PASS	ABSENT
COWNIE	✓			
BOESEN	✓			
GATTO	✓			
GRAY	✓			
MANDELBAUM	✓			
VOSS	✓			
WESTERGAARD	✓			
TOTAL	7			

CERTIFICATE

I, P. Kay Cmelik, City Clerk of said City hereby certify that at a meeting of the City Council of said City of Des Moines, held on the above date, among other proceedings the above was adopted.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my seal the day and year first above written.

MOTION CARRIED

APPROVED

J. M. Franklin Cownie
Mayor

P. Kay Cmelik

City Clerk