

**Ordinance No. O-2021- 24**

**AN ORDINANCE APPROVING THE ISSUANCE OF BONDS BY THE IOWA COLONY DEVELOPMENT AUTHORITY; AND CONTAINING VARIOUS PROVISIONS RELATED TO THE FOREGOING SUBJECT.**

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**WHEREAS**, by City of Iowa Colony Ordinance No. 2010- 2, adopted March 15, 2010, the City of Iowa Colony, Texas (the “City”) created Reinvestment Zone Number Two, City of Iowa Colony, Texas (the “Zone”) for the purposes of development within the City; and

**WHEREAS**, by City Ordinance No. 2010-4, adopted June 21, 2010, the City approved the Project Plan and Reinvestment Zone Financing Plan for the development of the Zone (the “Project and Financing Plan”), as amended by City Ordinance No. 2016-21, adopted August 22, 2016, and by City Ordinance No. O-2020-16, adopted June 15, 2020; and

**WHEREAS**, by Resolution No. R2010-R-3 adopted on March 15, 2010, the City authorized the creation of the Iowa Colony Development Authority (the “Authority”), a local government corporation, pursuant to Subchapter D of Chapter 431, Texas Transportation Code, to aid, assist and act on behalf of the City in the performance of the City’s governmental functions with respect to promoting, developing, encouraging and maintaining housing, employment, commerce and economic development within the Zone; and

**WHEREAS**, The City, the Zone, and the Authority entered into an agreement dated February 21, 2011, as amended and restated on August 22, 2016 (the “Tri-Party Agreement”), pursuant to which the Authority would have authority to administer the Zone; make recommendations to the Zone Board and the City with respect to the development of the Zone; perform and engage in activities relating to the acquisition, development and sale of land and other properties; engage in development and redevelopment activities; construct and improve

infrastructure in the Zone; enter into development agreements with developers/builders in the Zone; subject to City approval, issue, sell or deliver its bonds, notes, or other obligations; and perform the other activities provided in the Tri-Party Agreement; and

**WHEREAS**, the Tri-Party Agreement provides that the Authority may not issue bonds without approval by the City; and

**WHEREAS**, by City Ordinance No. 2018-24, adopted October 22, 2018, the City approved and authorized the Authority to sell its 2018 series of bonds in an aggregate principal amount not to exceed \$11,000,000 (the "Series 2018 Bonds"), and by City Ordinance No. 2019-31, adopted September 16, 2019, the City approved and authorized the Authority to sell its 2019 series of bonds in an aggregate principal amount not to exceed \$6,000,000 (the "Series 2019 Bonds"); and by City Ordinance No. 2020-11, adopted May 18, 2020, the City approved and authorized the Authority to sell its 2020 series of bonds in an aggregate principal amount not to exceed \$6,500,000 (the "Series 2020 Bonds"); and

**WHEREAS**, in accordance with its duly adopted Resolution Authorizing the Issuance of Iowa Colony Development Authority Tax Increment Contract Revenue Bonds, Series 2018, dated November 28, 2018, the Authority sold its Series 2018 Bonds in the aggregate principal amount of \$8,480,000; and in accordance with its duly adopted Resolution Authorizing the Issuance of Iowa Colony Development Authority Tax Increment Contract Revenue Bonds, Series 2019, dated November 4, 2019, the Authority sold its Series 2019 Bonds in the aggregate principal amount of \$4,105,000; and in accordance with its duly adopted Resolution Authorizing the Issuance of Iowa Colony Development Authority Tax Increment Contract Revenue Bonds, Series 2020, dated June 18, 2020, the Authority sold its Series 2020 Bonds in the aggregate principal amount of \$3,865,000; and

**WHEREAS**, in order to implement the Project and Financing Plan and fulfill the purposes for which it was created, the Authority requests the City's approval for the Authority to issue its series 2021 bonds in an amount not to exceed \$8,000,000; and

**WHEREAS**, the City desires to grant the Authority such right and power to issue bonds as described herein; **NOW, THEREFORE**,

**BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF IOWA COLONY, TEXAS:**

**Section 1.** That the findings contained in the preamble of this Ordinance are declared to be true and correct and are hereby adopted as part of this Ordinance.

**Section 2.** The City hereby approves and authorizes the Authority to issue its bonds payable from and secured by the revenues to be paid by the City and the Zone pursuant to the Tri-Party Agreement (the "Tri-Party Agreement Revenues"), in an aggregate principal amount not to exceed EIGHT MILLION DOLLARS (\$8,000,000).

**Section 3.** The City shall have no obligation with respect to the bonds of the Authority other than to make payments of tax increments to the Authority pursuant to the Tri-Party Agreement. The bonds of the Authority shall contain on their face a statement that the City is not obligated to make payments on the bonds from taxes or other moneys of the City other than the Tri-Party Agreement Revenues pursuant to the terms of the Tri-Party Agreement.

**Section 4.** The Mayor and the staff of the City are hereby authorized to provide to the Authority such information and documents, and the Mayor and staff of the City are authorized to execute necessary certificates and provide necessary financial information with respect to the City, the tax increment fund created by the City for the Zone, and other financial information of the City

with respect to the Zone, as may be required or requested by the Authority to offer and sell the bonds approved herein.

**Section 5.** That the City Council officially finds, determines, recites and declares a sufficient written notice of the date, hour, place and subject of this meeting of the City Council was posted at a place convenient to the public at the City Hall of the City for the time required by law preceding this meeting as required by the Open Meetings Law, Chapter 551, Texas Government Code, and that this meeting has been open to the public as required by law at all times during which this ordinance and the subject matter thereof has been discussed, considered and formally acted upon. The City Council further ratifies, approves, and confirms such written notice and the contents and posting thereof.

**PASSED AND ADOPTED** this 16<sup>th</sup> day of August, 2021.

**CITY OF IOWA COLONY, TEXAS**

  
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Mayor

ATTEST:

  
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City Secretary

