

Hastings, Minnesota
January 25, 1990

The City Council of the City of Hastings, Minnesota met in a Special Meeting on Thursday, January 25, 1990 at 5:30 p.m. in the City Council Chambers, 100 Sibley Street, Hastings, Minnesota.

Councilmembers Present: Johnson, Werner, Trautmann,
Mathiowetz, Simacek and
Mayor Stoffel

Councilmembers Absent: Riveness

Staff Members Present: Shawn Moynihan, Dave Osberg and
John Grossman

Mayor Stoffel called the Special Meeting of the Hastings City Council to order. The purpose of the meeting was consideration of a request by the Hasting Housing & Redevelopment Authority for City Council approval of a Tax Increment Financing Bond for redevelopment in the Downtown Development District.

Housing & Redevelopment Authority Director John Grossman and Housing & Redevelopment Authority Member Skip Soleim were in attendance at the meeting to present the request of the HRA. Also in attendance was Ron Langness from Springsted, Public Finance Advisor's outlining the structure of the proposed \$1,170,000 Taxable General Obligation Tax Increment Bonds.

Moved by Councilmember Werner, seconded by Councilmember Simacek to adopt Resolution No. 12-90 authorizing the issuance of a Taxable General Obligation Tax Increment Bond in the amount of \$1,170,000 for improvements related to a proposed hotel development. The approval of this sale will be considered at the March 5, 1990 Council meeting. Prior to Council consideration for approval of the bond sale, two conditions are to be met:

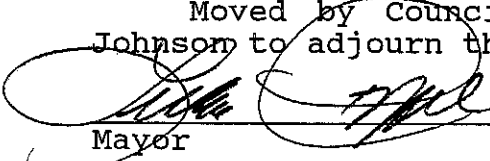
RESOLUTION
NO. 12-90

- 1). The developer must provide by February 22, 1990 written documentation from the holders of the trust that funds in the amount of \$4,700,000 owned by Mr. Attia, are held by the trust as described in Mr. Joe Dotty's proposal of January 11, 1990 and that those funds would be available for financing the private development portion of the proposed hotel project, and a description of the terms and conditions under which the funds would be made available.
- 2). The developer must provide the City with a Letter of Credit or other security acceptable to the City in the amount of \$75,000.00 by February 22, 1990. This is to cover the expense to the city of selling and holding the bond in the event that the project is not completed.

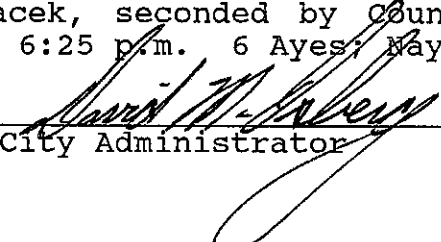
Furthermore, the City Council directed that a two year call provision be implemented in the bond sale. 4 Ayes; Naves, Trautmann and Mathiowetz.

Moved by Councilmember Simacek, seconded by Councilmember Werner to approve a motion indicating the City Council's willingness to transfer City Property necessary for the project to the Housing & Redevelopment Authority, for transfer with HRA property to the developer as the project site, subject to compliance with necessary procedures and conditions deemed appropriate by the City Council. 4 Ayes; Naves, Trautmann and Mathiowetz.

Moved by Councilmember Simacek, seconded by Councilmember Johnson to adjourn the meeting at 6:25 p.m. 6 Ayes; Naves, None.


Mayor

ATTEST


City Administrator