

ORDINANCE NO. 425

AN ORDINANCE AUTHORIZING THE ISSUANCE OF UP TO \$6,500,000  
PARK FACILITIES SALES TAX REVENUE NOTES  
TO FINANCE WELLNESS CENTER

WHEREAS, the Beulah City Council is authorized under the Home Rule Charter and Ordinance No. 413 to levy a two percent (2%) sales and use tax on taxable sales within the City of Beulah, North Dakota (the "City"); and

WHEREAS, Ordinance 413 dedicates one-half (1/2) of all revenues raised and collected from the two percent sales tax to payment of the original construction indebtedness resulting for the construction of the Beulah recreation center; and

WHEREAS, the City Council and the Park District of the City of Beulah, North Dakota (the "Park District") have determined it necessary to construct and equip a wellness center pursuant to the terms of a Joint Powers Agreement between the City and the Park District; and

WHEREAS, the City Council has determined that it is necessary for the Park District to issue notes payable from future collections of its sales and use tax to finance the improvements.

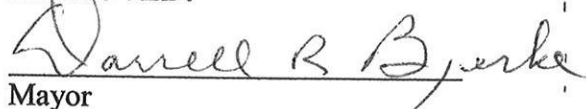
NOW THEREFORE, THE BEULAH CITY COUNCIL HEREBY ORDAINS:

Section 1. Authorization of Sales Tax Revenue Notes. Pursuant to the provisions of the Home Rule Charter and Ordinance 413 of the City of Beulah, North Dakota, the City hereby authorizes the issuance of sales tax revenue notes of the Park District in an amount not exceeding \$6,500,000 for the purpose of financing a wellness center and related improvements. The notes may be sold at private negotiated sale or competitive sale.


Section 2. Source of Payment for the Notes. The notes shall be special, limited obligations, and unless paid from other sources, shall be payable from 100% of the revenues collected from one-half (1/2) of the two percent sales and use tax imposed by Ordinance No. 413. The sales and use tax, and so much thereof as is necessary is hereby pledged to prompt payment of the principal of, premium, if any, and the interest on the notes. The City shall continue to levy and collect the sales and use taxes until the notes have been paid in full.

Section 3. Further Action. The Board of Park Commissioners and the City Council shall adopt resolutions providing for the issuance and sale of the notes and specifying the terms of the notes. The appropriate officers of the City are hereby authorized and directed to take all such action, execute, deliver, file and record all such documents, publish all notices and otherwise carry out the intent of the Beulah City Council in the enactment of this Ordinance and the issuance of the notes including a Joint Powers Agreement with the Park District.

APPROVED:

  
Mayor

Attest:

  
City Auditor

Introduction and First Reading: May 1, 2017  
Second Reading: May 15, 2017  
Effective Date: May 15, 2017