

**SANDSTONE CITY COUNCIL
SPECIAL MEETING
March 27, 2024, 5:30 p.m.**

CALL TO ORDER: 5:35 p.m.

ROLL CALL:

Council Members present: Val Palmer, Randy Riley, Julena Rahier

Council Members absent: Pete Spartz, Cassie Gaede

Staff present: Administrator Kathy George

Others present: None

SPECIAL ITEMS OF BUSINESS:

Sandstone Library Project – USDA-RD Loans

The City received a grant of \$1,000,000 from the State Library Construction Grant program for the purchase and redevelopment of the PHASE building for use as the Sandstone Public Library. Paperwork and final reports for this grant program are being compiled and will be submitted to the State by March 29th. After the paperwork has been approved by the State, they will release the \$1,000,000 grant funds.

The City is matching the State Library Construction Grant with a 35-year loan from USDA-RD in the amount of \$1,102,000 at 2.125% interest.

The City received a grant of \$50,000 from USDA-RD and a grant of \$20,000 from the Friends of the Sandstone Library towards furniture, fixtures and equipment (FFE).

The total expense of the FFE was \$311,763.56. The City is paying for the FFE with a USDA-RD 35-year loan, at 2.5% interest. The exact amount of the loan is \$313,000.00.

The City also issued a Temporary G.O. Note in the amount of \$1,585,980.00 to provide cash-flow for the project, since both the State and the USDA-RD funds will not be released until the project has been finalized.

The City Attorney provided resolutions providing for the issuance and delivery of taxable general obligation notes in the amounts of \$1,102,000 and \$313,000 for the Library redevelopment project.

The loan closing with USDA-RD is scheduled for April 16th.

Motion Riley, second Rahier to adopt Resolution No. 20230327-01 and Resolution No. 20230327-02 providing for the issuance and delivery of taxable general obligation notes in the amounts of \$1,102,000 and \$313,000 for the Sandstone Public Library redevelopment project. Motion carried 3-0.

ADJOURN

Motion Rahier, second Riley to adjourn at 5:45 p.m.

Peter Spartz, Mayor

Kathy George, Administrator