

**RESOLUTION  
ROCK COUNTY BOARD OF SUPERVISORS**

PLANNING & DEVELOPMENT  
COMMITTEE  
INITIATED BY



JAMES OTTERSTEIN  
DRAFTED BY

PLANNING & DEVELOPMENT  
COMMITTEE  
SUBMITTED BY

May 24, 2011  
DATE DRAFTED

**Accepting Wisconsin Community Development Block Grant for Economic Development (CDBG-ED) Funds And Amending the 2011 County Budget**

1 **WHEREAS**, Federal monies are available under the Community Development Block Grant program,  
2 administered by the Wisconsin Department of Commerce, for the purpose of economic development; and,  
3

4 **WHEREAS**, the Rock County Board of Supervisors has approved the preparation and filing of an  
5 application for the County of Rock to receive CDBG-ED funds totaling \$756,000; \$6,000 for  
6 administrative related fees and \$750,000 for project funds; and,  
7

8 **WHEREAS**, per the Wisconsin Department of Commerce CDBG-ED contract, the County will pass-  
9 through the project funds to Stoughton Trailers, LLC to facilitate a project that has countywide economic  
10 development benefits; and the County will retain said administrative fees; and  
11

12 **NOW, THEREFORE, BE IT RESOLVED** by the Rock County Board of Supervisors on this 9th  
13 day of June, 2011 hereby accepts the CDBG-ED contract of \$756,000 and authorizes the County  
14 Board Chair and the County Clerk to sign all necessary documents on behalf of the County of Rock with  
15 the terms and conditions described within the Wisconsin Department of Commerce's contract; and that  
16 authority is hereby granted to distribute said project funds per that contract; and  
17

18 **BE IT FURTHER RESOLVED**, that the 2011 County Budget be amended as follows:  
19

<u>A/C Description</u>	<u>Budget At 5/31/11</u>	<u>Amount of Increase</u>	<u>Amended Budget</u>
20 2011 CDGB-ED Program			
21 CDBG-ED Revenue -- Federal Aid	\$0	\$756,000	\$756,000
22 64-6415-0000-42100			
23 <u>Expense</u>			
24 Administrative	\$0	\$6,000	\$6,000
25 64-6415-0000-63110			
26 <u>Program</u>	\$0	\$750,000	\$750,000
27 64-6415-0000-64604			

**Planning & Development Committee**

**FINANCE COMMITTEE ENDORSEMENT**

Alan Sweeney  
Alan Sweeney, Chair

Reviewed and approved on a vote of

5-0

Mary Mawhinney  
Mary Mawhinney, Vice Chair

Mary Mawhinney  
Mary Mawhinney, Chair

Marilynn Jensen  
Marilynn Jensen

Phillip Owens  
Phillip Owens

Wayne Gustina  
Wayne Gustina

11-6A-388

**Accepting Wisconsin Community Development Block Grant for Economic Development (CDBG-ED) Funds and Amending the 2011 County Budget**

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FISCAL NOTE:

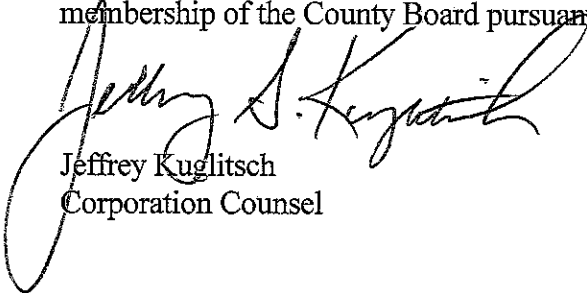
This Resolution authorizes the acceptance of a \$756,000 Community Development Block Grant for Economic Development (CDBG-ED) to fund a loan to Stoughton Trailers, LLC. No matching County funds are required to accept this CDBG-ED grant.



Jeffrey A. Smith  
Finance Director

LEGAL NOTE:

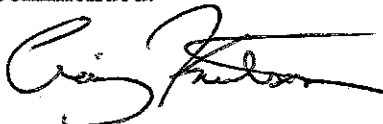
The County Board is authorized to accept grant funds, pursuant to sec. 59.52 (19), Wis. Stats. As an amendment to the adopted 2011 County Budget, this Resolution requires a 2/3 vote of the entire membership of the County Board pursuant to sec. 65.90 (5) (a), Wis. Stats.



Jeffrey Kuglitsch  
Corporation Counsel

ADMINISTRATIVE NOTE:

Recommended.



Craig Knutson  
County Administrator

**ACCEPTING CDBG-ED FUNDS FOR STOUGHTON TRAILERS, LLC AND  
AMENDING THE 2011 COUNTY BUDGET**

**EXECUTIVE SUMMARY**

**Prepared by James R. Otterstein, Economic Development Manager**

March 2011 the County Board of Supervisors approved the preparation and filing of a Wisconsin Community Development Block Grant for Economic Development (CDBG-ED) to facilitate Stoughton Trailers, LLC's project. Per the Wisconsin Department of Commerce contract, a CDBG-ED loan up to \$750,000 will be provided to Rock County, which in turn will provide the funds to Stoughton Trailers, LLC (i.e. the Borrower) for equipment and training related expenditures.

Rock County (i.e. the Economic Development Agency) will serve as the CDBG-ED administrative and fiscal agent. For its services, Rock County will receive a \$6,000 administrative fee. Thus, the total CDBG-ED awarded funding level totals up to \$756,000.

Consistent with the terms and conditions of the aforementioned contract, the loan is designed to be forgivable – pending the Borrower fulfills its employment and investment requirements through December 31, 2015. If the Borrower fails to fulfill said contractual obligations, then the County will receive monthly loan repayments of principal and interest, including any related fees, necessary to amortize the loan.

Per the Department's contract, repayments and/or fees collected from the Borrower will be retained by Rock County and used to capitalize its countywide Revolving Loan Fund (RLF). The RLF, which is administered by Rock County's Economic Development Agency under the provisions established within the RLF Policies and Procedures Manual, provides financial assistance to eligible businesses seeking to expand, locate or start-up within Rock County.