

**TOWN OF NEDERLAND  
Boulder County, Colorado**

**RESOLUTION 2014 – 33**

**A RESOLUTION OF THE TOWN OF NEDERLAND'S BOARD OF TRUSTEES  
AUTHORIZING A LOAN FROM FUND BALANCE IN THE TOWN'S WATER FUND  
TO THE DOWNTOWN DEVELOPMENT AUTHORITY (DDA) FUND, AND  
PROVIDING FOR REPAYMENT OF THE LOAN FROM THE DDA'S TAX  
INCREMENT FINANCING RECEIPTS**

**WHEREAS**, the Board of the Nederland Downtown Development Authority ("DDA") has determined that, in order to support future projects associated with its approved Plan of Development, the DDA should finance a Master Plan Update and the DDA is using the Town of Nederland's administrative intern to support this endeavor; and

**WHEREAS**, pursuant to C.R.S. § 31-25-808(1)(g), the DDA is authorized to receive contributions, loans and other rights and privileges from the municipality or county in which it is located; and

**WHEREAS**, the net cost of the loan payable from a special fund of the Town of Nederland ("Town") for the payment of principal and interest on such advances or loans is expected to be approximately \$7,050; and

**WHEREAS**, the DDA Fund must receive an advance or loan of money to accomplish the refinancing, and

**WHEREAS**, at an election held on April 2, 2012, the voters authorized the Town to borrow up to \$913,589, repayable only from tax increment revenues collected within the DDA and revenues derived by the Town pursuant to the DDA plan of development; and

**WHEREAS**, of that authorized amount, \$553,589 has been issued, leaving remaining authorization of \$360,000; and

**WHEREAS**, a loan from the Town Water Fund could be accomplished at less administrative and financing cost to the DDA than a publicly financed debt; and

**WHEREAS**, the Town Water Fund balance can provide the necessary funding without hampering the operations or replacement schedules of the Water Fund; and

**WHEREAS**, the Town Board of Trustees has therefore determined that it is in the best interest of the Town to loan a portion of the fund balance in the Town's Water Fund to the DDA Fund, the loans bearing interest at the WSJ's published prime rate.

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES OF  
THE TOWN OF NEDERLAND, COLORADO:**

**Section 1.** The Board of Trustees of the Town of Nederland hereby authorizes a loan from the fund balance in the Town's Water Fund in the amount of \$7,000 to the DDA Fund, which loan shall bear interest at the WSJ's current prime rate not to exceed 7% and not fall below 2.5%, for the purposes of financing the a portion of the Town of Nederland's administrative intern for the purposes of supporting the Master Plan update.

**Section 2.** The Town Treasurer shall repay this loan in one installment over a two week period, with accrued interest, from the DDA Tax Increment Financing receipts to the Water Fund by December 31, 2014.

**RESOLVED, APPROVED and ADOPTED this 2nd day of December, 2014.**

TOWN OF NEDERLAND

By:   
Joe Gierlach, Mayor

ATTEST:

  
Laura Jane Baur, Town Clerk



**Nederland Downtown Development Authority  
2012 Debt Authorization Status**

***Debt Authorization 2012* 913,589**

**Loan Disbursements**

Mutual of Omaha Loan	51,500
Tractor	19,589
Loan 1 - Town	248,500
Sidewalk Phase 1	80,000
NEdPeds	37,000
NEdPeds	117,000
Master Plan Update**	7,000
<i>NEdPeds**</i>	<i>340,000</i>
<i>Master Plan Update**</i>	<i>13,000</i>
<b><i>Total Borrowed to Date</i></b>	<b><i>553,589</i></b>
<b><i>**Pending</i></b>	<b><i>360,000</i></b>