

RESOLUTION NO. 1956

A RESOLUTION OF THE CITY OF ROSWELL PROVIDING FOR AN INDUSTRIAL REVENUE BOND ADMINISTRATIVE FEE PAYABLE TO THE CITY OF ROSWELL IN THE AMOUNT OF 1/5 OF 1% OF THE TOTAL BOND AMOUNT AND REPEALING RESOLUTION NO. 1884.

WHEREAS, the City of Roswell is authorized by the statutes of the State of New Mexico to issue industrial revenue bonds, and

WHEREAS, the issuance of industrial revenue bonds requires that such issues be reviewed by the City's bond counsel and issuance authority must be obtained in advance from the State of New Mexico, and

WHEREAS, the issuance of industrial revenue bonds imposes additional work on the city staff and additional expense for necessary telephone calls and processing of paper work, and

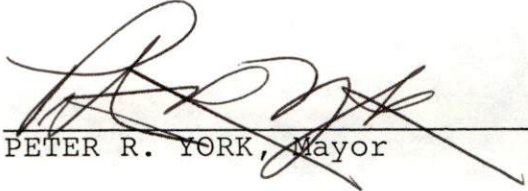
WHEREAS, Section 3-32-12 N.M.S.A. (1978) prohibits municipal contributions toward the cost of an industrial revenue bond project and also authorizes municipalities to receive money to be used to defray any part of the cost of the project, and

WHEREAS, it has been determined that a payment in the amount of 1/5 of 1% of the total bond amount would reasonably compensate the City for its expenses in connection with issuance of industrial revenue bonds.

NOW, THEREFORE, BE IT HEREBY RESOLVED BY THE GOVERNING BODY, THE CITY COUNCIL, OF ROSWELL, NEW MEXICO that the City's expenses for review of proposed industrial revenue bonds by its bond counsel together with an administrative charge of 1/5 of 1% of the total industrial revenue bond issue amount shall be paid by the party seeking the City's issuance of such industrial revenue bonds upon the City's adoption of an inducement resolution authorizing the industrial revenue bonds. Should the applicant present a bond ordinance in an approved form and the City fail to adopt the ordinance then the payment previously advanced by the applicant shall be refunded to the applicant.

PASSED, ADOPTED AND APPROVED this 12th day of February, 1985.

CITY SEAL


PETER R. YORK, Mayor

ATTEST:


Sarah L. Carter, City Clerk