

**RESOLUTION
ROCK COUNTY BOARD OF SUPERVISORS**

PLANNING & DEVELOPMENT
COMMITTEE
INITIATED BY



JAMES OTTERSTEIN
DRAFTED BY

PLANNING & DEVELOPMENT
COMMITTEE
SUBMITTED BY

February 21, 2011
DATE DRAFTED

**AUTHORIZING WISCONSIN COMMUNITY DEVELOPMENT BLOCK GRANT FOR
ECONOMIC DEVELOPMENT (CDBG-ED) APPLICATION**

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**, after public hearing and due consideration, the Planning & Development Committee has
5 recommended that a CDBG-ED application in the amount up to \$756,000 for equipment and training
6 related expenses be submitted to the State of Wisconsin for Stoughton Trailers, LLC for economic
7 development purposes; thereby, facilitating private sector investment and the creation of full-time
8 positions at the company's dormant Evansville, WI facility; and,
9

10 **WHEREAS**, the CDBG-ED grant, in combination with other available business assistance programs, is
11 necessary to facilitate this business development project; and,
12

13 **WHEREAS**, it is necessary for the Rock County Board of Supervisors, to approve the preparation and
14 filing of an application for the County of Rock to receive funds from this program; and,
15

16 **WHEREAS**, the Rock County Board of Supervisors has reviewed the need for the proposed project and
17 the countywide economic benefits to be gained therefrom.
18

19 **NOW, THEREFORE, BE IT RESOLVED** by the Rock County Board of Supervisors duly assembled
20 on this 10 day of March, 2011 authorizes and approves the preparation and filing of an application
21 for the above-named project; and that the County Board Chair and the County Clerk are authorized to
22 sign all necessary documents on behalf of the County of Rock with the terms and conditions described
23 within the Wisconsin Department of Commerce's correspondence with Stoughton Trailers, LLC; and that
24 authority is hereby granted to the Rock County Planning & Development Committee to take the necessary
25 steps to prepare and file the appropriate application for funds under this program in accordance with this
26 Resolution.

Respectfully Submitted,

Planning & Development Committee

Alan Sweeney, Chair

Absent

Mary Mawhinney, Vice Chair

Marilyn Jensen

Phillip Owens

Wayne Gustina

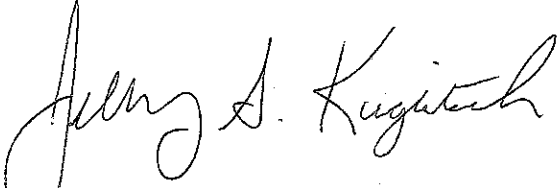
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AUTHORIZING WISCONSIN COMMUNITY DEVELOPMENT BLOCK GRANT FOR ECONOMIC DEVELOPMENT (CDBG-ED) APPLICATION

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LEGAL NOTE:

The authority to accept grant funds pursuant to sec. 59.52(19), Wis. Stats., necessarily implies the authority to make application for such funds.



Jeffrey Kuglitsch
Corporation Counsel

FISCAL NOTE:

This resolution only authorizes an application for a grant and therefore has no fiscal impact at this time. If a grant is awarded, a subsequent resolution would be required to accept the grant and amend the budget.



Jeffrey A. Smith
Finance Director

ADMINISTRATIVE NOTE:

Recommended.



Craig Knutson
County Administrator

**AUTHORIZING WISCONSIN COMMUNITY DEVELOPMENT
BLOCK GRANT FOR ECONOMIC DEVELOPMENT (CDBG-ED)
APPLICATION**

EXECUTIVE SUMMARY

Prepared by James R. Otterstein, Economic Development Manager

Federal block grant appropriations made available to the State of Wisconsin, for economic development purposes are administered by the Wisconsin Department of Commerce. Through Commerce's Community Development Block Grant for Economic Development (CDBG-ED) program, funds are awarded to a general-purpose unit of government (i.e. community) - who in turn - grants and/or loans the funds to eligible businesses. Eligibility is determined according to private investment commitments and the creation and/or retention of full-time employment positions. CDBG-ED funds can be used to finance the following activities: business acquisitions; buildings / land purchases; construction expenditures; machinery / equipment purchases; training and working capital expenses.

Per the Wisconsin Department of Commerce agreement, 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 application requests a funding level in the amount up to \$756,000

Per the Department's agreement, 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.