



REQUEST FOR COUNCIL ACTION

AGENDA DATE: July 8, 2024

AGENDA ITEM: Conduct a Public Hearing relating to identify qualified users of the Yanmar Arena in the City of Grand Rapids.

PREPARED BY: Barb Baird

BACKGROUND:

A public hearing is required to designate the Bonds as qualified 501(c)(3) bonds pursuant to Section 145 of the Internal Revenue Code of 1986, as amended (the “Code”). The purpose of the public hearing is to identify one or more nonprofit organizations exempt from federal income taxation under Section 501(a) of the Code, as a result of the application of Section 501(c)(3) of the Code, as qualified 501(c)(3) users of the Project, including but not limited to the Grand Rapids Amateur Hockey Association, a Minnesota nonprofit corporation and an organization described in Section 501(c)(3) of the Code, Grand Itasca Clinic and Hospital, a Minnesota nonprofit corporation and an organization described in Section 501(c)(3) of the Code, and Star of the North Skating Club, a Minnesota nonprofit corporation and an organization described in Section 501(c)(3) of the Code (together, the “Qualified Users”).

The City is expected to enter into one or more long-term use agreements with the Qualified Users and may enter into long-term use agreements in the future with other qualified 501(c)(3) organizations regarding use of the Project.

Following the public hearing, the City Council will consider the adoption of a resolution approving the issuance of the Bonds as qualified 501(c)(3) bonds. At the time and place fixed for the public hearing, the City Council will give all persons who appear at the hearing an opportunity to express their views with respect to the proposal. In addition, interested persons may direct any questions or file written comments respecting the proposal with the City Clerk, at or prior to said public hearing.

REQUESTED COUNCIL ACTION:

Hold a Public Hearing relating to identify qualified users of the Yanmar Arena in the City of Grand Rapids and authorizing the issuance of General Obligation Refunding Bonds.