

RESOLUTION NO. 26-5-6

A RESOLUTION AUTHORIZING THE TRANSFER OF LOCAL OPTION SALES TAX (LOST) FUNDS TO THE WATER TOWER DEMOLITION CAPITAL PROJECT FUND

WHEREAS, the City of Spillville, Iowa (the "City"), maintains a Local Option Sales Tax (LOST) Fund for authorized Road / Street projects; and

WHEREAS, the City has initiated a project for the **Water Tower Demolition and Removal** (the "Project"); and

WHEREAS, the City Council has determined that the Project is necessary, and that it is appropriate to use LOST funds for the demolition due to significant infrastructure improvements, including street, curb, and sidewalk work, associated with the recently completed City Water Project; and

WHEREAS, this transfer is considered a permanent transfer (not a loan) from the LOST Fund to the Water Capital Projects Fund designated for the Water Tower Demo, and is not intended to be paid back through water revenues; and

WHEREAS, this transfer complies with the Iowa Department of Revenue guidelines regarding the use of Local Option Sales Tax funds for capital improvement projects.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Spillville, Iowa, that the City Clerk/Treasurer is hereby authorized and directed to transfer the following funds:

1. **From:** Local Option Sales Tax (LOST) Fund
2. **To:** Water Tower Demo Project Fund (Water Fund)
3. **Amount:** \$ 21,750.00
4. **Purpose:** To fund the Water Tower Demolition and removal project.

BE IT FURTHER RESOLVED that the City Clerk is authorized to correct the books to reflect this operating transfer.

Passed and approved this 12 day of May, 2026.

AYES: Schmitt, Backes, Farwell Absent Kelsay

NAYS: None

ATTEST:



Thomas Straube, Mayor Pro Tem



Lynette Andera, City Clerk/Treasurer