

BOARD PROCEEDINGS

SPECIAL SESSION

TWENTY FOURTH DAY

JUNE 19, 2006

The Board of Supervisors met pursuant to adjournment. Present were Lee Froehlich, Chairman, Don Besch, Eugene Elsbecker, Don McGregor, and Jack Plathe. Absent none.

Motion by Plathe and 2nd by McGregor to grant a 20 year tax abatement for Prairie Creek Ethanol in Section 36, Wesley Township.

Don Besch moved to amend the motion to grant a 10 year, 83.3% tax exemption for Prairie Creek Ethanol in Section 36, Wesley Township. There was no second to the motion to amend.

Returning to the first motion by Plathe and 2nd by McGregor to grant a 20 year tax abatement for Prairie Creek Ethanol in Section 36, Wesley township.

Roll Call Vote: Plathe yes, McGregor yes, Elsbecker yes, Besch yes, and Froehlich yes. Motion carried unanimous.

Motion by Elsbecker and 2nd by Froehlich to approve the Resolution 06-19-06-01 to authorize financial support for Prairie Creek Ethanol LLC.

Don Besch moved to amend the Resolution 06-19-06-01 to read a 10 year 83.3% exemption on new taxes. There was no second to the motion to amend.

Returning to the 1st motion by Elsbecker and 2nd by Froehlich to approve the Resolution 06-19-06-01 to authorize financial support for Prairie Creek Ethanol LLC.

Roll Call Vote: Plathe yes, McGregor pass, Elsbecker yes, Besch pass, back to McGregor pass, Besch pass, McGregor yes, Besch yes, Froehlich yes. Motion carried unanimous. For the following Resolution:

RESOLUTION 06-19-06-01
RESOLUTION TO AUTHORIZE FINANCIAL SUPPORT FOR
PRAIRIE CREEK ETHANOL, LLC

WHEREAS, Prairie Creek Ethanol, LLC is interested in building an ethanol plant with a capacity to produce 100 million gallons of ethanol in Kossuth County, Iowa and

WHEREAS, Prairie Creek Ethanol, LLC will create 45 new high quality jobs and make a capital investment in excess of \$150,000,000 in facilities in the County; and

WHEREAS, this project will provide an important new market for area agriculture producers, expand the area's economy and allow local residents to invest in this effort resulting in a positive financial impact on the entire area, and

WHEREAS, Prairie Creek Ethanol, LLC intends to apply to receive benefits through the State of Iowa initiative known as the High Quality Job Creation Program, and other state and federal programs; and

WHEREAS, one of those benefits is the ability to receive local property tax exemptions for up to 20 years on the value of the new property, and

WHEREAS, Prairie Creek Ethanol, LLC is in need of financial assistance in the form of tax exemptions from Kossuth County in order to make this project a reality,

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF SUPERVISORS OF KOSSUTH COUNTY, IOWA THAT:

Section 1: The County wholly endorses this project and all applications for state and federal grant and loan funding without incurring any financial responsibility for such loans or grant applications except for any Iowa Department of Transportation RISE applications; and

Section 2: The county intends to provide property tax exemptions for Prairie Creek Ethanol, LLC at a rate of 100% of the new taxes for a period of 20 years.

PASSED AND APPROVED this 19th day of June, 2006

Lee Froehlich, Chair
Chair

ATTEST: Joann Bormann
County Auditor

On motion adjournment was taken until June 20, 2006.

Attest:

Joann Bormann
Kossuth County Auditor

Lee Froehlich, Chairman
Board of Supervisors