

RESOLUTION NO. 18-30

**A RESOLUTION AUTHORIZING A LOAN FROM UNION BANK &
TRUST COMPANY IN THE ORIGINAL PRINCIPAL AMOUNT OF
\$350,000.00**

Whereas, on or about December 1, 2013, the City of Monticello issued Bonds in the original principal sum of \$10,000,000.00 (the "Bonds");

Whereas, there remains due and owing in regard to the Bonds the approximate sum of \$9,351,796.25 as of December 1, 2018;

Whereas, the City has on hand the sum approximate sum of \$7,478,662.80 in the Project Fund;

Whereas, pursuant to the bond agreement, there is an additional approximate sum of \$304,560.27 on hand which may be used for the bond repayment (the Debt Service Fund);

Whereas, there is also available in the Bond Payment Fund (accumulated monthly payments with interest thereon) in the approximate sum of \$412,242.94;

Whereas, the City needs \$350,000.00 to add to other available City funds to complete the payoff the bonds.

It is, therefore, by the City Council of Monticello, Arkansas resolved as follows:

1. That the Mayor and the City Clerk are authorized to execute any and all documents necessary or reasonable to procure a loan from Union Bank & Trust Company in the sum of \$350,000.00 to bear interest at the rate of 4.0 percent per annum to be repaid as follows:

\$50,000.00 with interest thereon one year from date of loan and annually for five years with no prepayment penalty.


2. The proceeds of said loan to be used with other funds available to pay the Bonds on or about December 1, 2018 (said bonded indebtedness having an original date of December 1, 2013 and being the original principal sum of \$10,000,000.00) with the balance to be paid on or about December 1, 2018 of \$9,351,796.25.

(END OF RESOLUTION)

ADOPTED on this 25 day of September, 2018.


Mayor

ATTEST:


CITY CLERK / TREASURER