

RESOLUTION No. 97-90

**A RESOLUTION OF THE CITY COUNCIL
OF THE CITY OF PASO ROBLES
APPROVING AND AUTHORIZING THE EXECUTION OF
A PROMISSORY NOTE BETWEEN THE CITY'S
WATER OPERATIONS FUND AND LANDFILL OPERATIONS FUND**

WHEREAS, The State has mandated that the landfill install a landfill gas monitoring and extraction system; and

WHEREAS, The landfill fund does not currently have the funding to complete the necessary work for the gas system as mandated by the State, and City Council has previously directed staff to bring back a proposal for funding this project; and

WHEREAS, Staff is proposing that the Water Operations Fund loan \$330,000.00 to the Landfill Operations Fund for the installation of the landfill gas system; and

WHEREAS, This loan will be paid back by the Landfill Operations Fund with interest as per the attached promissory note.

THEREFORE, BE IT RESOLVED AS FOLLOWS:

Section 1. That the City Council of the City of Paso Robles does hereby approve the promissory not attached herewith as Exhibit "A".

Section 2. That the City Council of the City of Paso Robles does hereby authorize the mayor to execute said promissory note in behalf of the City of Paso Robles.

Section 3. That the City Council of the City of Paso Robles does hereby authorize the appropriation of \$330,000.00 to account number 610.910.5452.413.

PASSED AND ADOPTED by the City Council of the City of Paso Robles, this 17th day of June, 1997, on the following vote:

AYES:	Baron, Iversen, Macklin, and Picanco
NOES:	None
ABSENT:	Swanson
ABSTAIN:	None



Duane Picanco, Mayor

ATTEST:



Madelyn Paasch, City Clerk


Exhibit "A"

PROMISSORY NOTE WITH INTEREST

Principal Amount: \$330,000.00

July 1, 1997

For value received, the Landfill Operations Fund agrees to repay the Water Operations Fund the sum of Three Hundred Thirty Thousand Dollars (\$330,000.00), with accrued interest at the rate of 7.5% per annum from the date of this note for a period of fifteen (15) years. Principal and accrued interest shall be repaid semi-annually on December 1, and June 1. The Solid Waste Operations Fund may repay this note in full at any time without penalty.



Duane J. Picanco, Mayor