

RESOLUTION NO. 97-105

A RESOLUTION OF THE CITY OF EL PASO DE ROBLES
APPROVING AND AUTHORIZING THE EXECUTION OF A
PROMISSORY NOTE BETWEEN THE GENERAL FUND AND THE
BRIDGE DEVELOPMENT IMPACT FEE FUND

WHEREAS, the funding resources for the construction of Niblick Bridge (I) were insufficient; and

WHEREAS, the City's General Fund was forced to provide funding in the amount of \$429,668 to cover the shortfall in the Bridge Development Impact Fee Fund; and

WHEREAS, this contribution was established on the General Ledger of the City as a 'due to/due from' rather than a formal debt obligation; and

WHEREAS, it is now desirous to formalize this obligation to eliminate any future controversy regarding the disposition of bridge development impact fees once current contractual obligations are satisfied; and

BE IT HEREBY RESOLVED by the City Council of the City of El Paso de Robles that the promissory note attached herewith as Exhibit "A" is hereby approved and the Mayor is authorized to execute said note.

APPROVED AND ADOPTED by the City Council of the City of El Paso de Robles this 15th day of July, 1997 by the following vote:

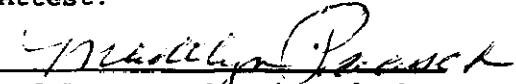
AYES: Baron, Iversen, Macklin, Swanson, and Picanco


NOES: None

ABSENT: None

ABSTAIN: None

Attest:


Madelyn Paasch, City Clerk

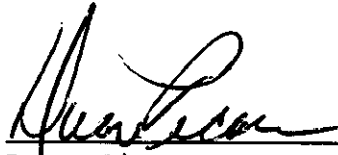

Duane Picanco, Mayor

PROMISSORY NOTE WITH ACCRUED INTEREST

\$823,776.00

July 17, 1997

For value received, the Bridge Development Impact Fee Fund agrees to repay the City of El Paso de Robles' General Fund the sum of Eight Hundred Twenty-three Thousand Seven Hundred and Seventy-six Dollars (\$823,776), representing the original advance of Four Hundred Twenty-nine Thousand Six Hundred Sixty-eight Dollars plus accrued interest at the compounded rate of 7.5% per annum since July 1, 1988. The principal amount of this promissory note shall be adjusted annually or proportionally therefore for accrued interest at the rate of 7.5%. Principal and interest payments shall commence immediately upon the satisfaction of the current contractual obligation for payment of bridge development impact fees. Principal and accrued interest shall be repaid in monthly installments coinciding with the receipt of bridge development impact fee payments. Payment shall be made by the last day of the month immediately following the month in which the City receives bridge development impact fees.



Duane Picanco, Mayor