



## The Mayor and Commissioners of the Town of Elkton

### Resolution R6-2004 *Debt Refinancing Loan*

**A RESOLUTION** of the Mayor and Commissioners of the Town of Elkton authorizing a loan from the County Banking & Trust Company to refinance debt in the General Fund.

**WHEREAS**, the Mayor and Commissioners are empowered by the Charter of the Town of Elkton to borrow money for purposes deemed appropriate; and

**WHEREAS**, the Mayor and Commissioners have determined that it is in the best interest of the Town to refinance a current loan with the County Banking & Trust Company at a lower interest rate in order to save money; and

**WHEREAS**, the Mayor and Commissioners, through their staff, solicited interest rates from two local banks, based on a loan in the principal amount of \$340,000.00, and subsequently received the most competitive interest rate from County Banking & Trust Company, given an initial fixed interest rate period limit of sixty (60) months.

**NOW, THEREFORE**, the Mayor and Commissioners hereby resolve the following:

1. That the Town of Elkton shall borrow money from the County Banking & Trust Company in the amount of **Three Hundred Forty Thousand Dollars (\$340,000.00)** and under the terms of the loan agreement, said amount shall be amortized for a period of **124** months at a fixed interest rate of **3.62%**, said rate applicable for an initial period of **sixty (60)** months, after which the Town may negotiate said rate.
2. That the Mayor shall be authorized to execute all appropriate documents with regard to the aforesaid loan, and further, the Mayor shall be authorized to negotiate any additional terms or conditions of said loan in favor of the Town.
3. That this resolution shall be effective upon the date of adoption.

READ AND PASSED THIS 19<sup>th</sup> DAY OF MAY, 2004

The Mayor and Commissioners  
of the Town of Elkton

Mayor Joseph L. Fisona  
Commissioner John K. Burkley, II  
Commissioner Charles H. Givens, Sr.  
Commissioner C. Gary Storke