

RESOLUTION NO.123

A RESOLUTION TO OPEN A RESTRICTED ACCOUNT FOR PAYMENT OF THE BAYARD AVENUE DRAINAGE PROJECT TO BE TENTATIVELY COMPLETED IN THE SUMMER OF 2011

WHEREAS, the Commissioners of the Town of Dewey Beach find that it is appropriate to invest Town funds into the Bayard Avenue Drainage Project and,

WHEREAS, the Town has been tentatively awarded a \$750,000.00 Delaware Water Pollution Control Revolving Loan Stimulus at 2% interest with 50% principal forgiveness.

NOW THEREFORE;

BE IT RESOLVED, by the Commissioners of the Town of Dewey Beach, Sussex County, Delaware that:

A restricted account will be opened in which \$165,000.00 of street and road funds will be deposited. 20% of all building permit funding will be deposited into the fund until the project completion, all other grant funding for this project will be deposited in this account until the completion of the project. At the completion of the project the Town will then either (1) accept the loan at 2% for the longest period of time permitted and pay closing cost, (2) request an interest only loan payment for five years and payoff the debt at the end of five years or (3) draw \$375,000.00 to pay off the loan.

Be it resolved by the Commissioners this 16th day of June, 2009

Mayor Dell Tush

Town Manager Gordon E. Elliott

