

RESOLUTION NO. 92-116

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
AIRPORT OPERATIONS FUND

WHEREAS, the City's Airport Operations Fund has previously entered into three formal debt arrangements as identified in the attached schedule; and

WHEREAS, the City's Airport Operations Fund has also previously received advances from the City's General Fund to offset negative cash balances resulting from deficit operations and Federal Aviation Administration grant matches; and

WHEREAS, except for the formal debt, repayment to the City's General Fund for cash advances has not occurred; and

WHEREAS, cash resources are needed to meet Federal Aviation Administration grant matching requirements for a grant currently underway; and

WHEREAS, the City Council is desirous of repaying all formal debt, establishing a repayment schedule for cash advances previously made, providing cash resources for meeting the 10% matching requirement for the current Federal Aviation Administration grant and providing a means for the Airport Operations Fund to comply with established fiscal policy.

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 21st day of July, 1992 by the following vote:


AYES: Heggarty, Macklin, Martin, Picanco, and Iversen

NOES: None

ABSENT: None

ABSTAIN: None

Attest:


Richard J. Ramirez, City Clerk


Christian Iversen, Mayor

PROMISSORY NOTE WITH INTEREST

\$680,000.00

July 1, 1992

For value received, the City's Airport Operations Fund promises to pay to the City's General Fund the sum of Six Hundred Eighty Thousand Dollars (\$680,000) with interest at the rate of Seven and One-half Percent (7.5%) per annum. The term of this note shall be fifteen year. The principal and interest shall be repaid in monthly installments according to the attached schedule. The City's Airport Operations Fund may repay the outstanding principal balance of this note at any time prior to maturity.



Christian Iversen, Mayor