

RESOLUTION NO. 2667

A RESOLUTION OF THE MAYOR AND COMMON COUNCIL OF THE TOWN OF PAYSON, ARIZONA, SUSPENDING THE LOAN PRINCIPAL PAYMENTS FROM THE GENERAL FUND TO THE WATER ENTERPRISE FUND FOR FISCAL YEAR 2012-2013 AND DIRECTING PAYMENT OF INTEREST FOR FISCAL YEAR 2012-2013.

WHEREAS, on May 26, 2010, the Town transferred \$1,000,000.00 from the Water Enterprise Fund to the General Fund ("the Loan"); and

WHEREAS, immediately following the Loan, the Finance Department administratively set up a repayment schedule for the Loan, including interest on the outstanding balance; and

WHEREAS, because of continuing financial constraints, the General Fund is unable to make the scheduled principal payment on the Loan for FY 2012-2013; and

WHEREAS, the Town is able to make the interest payment on the Loan for FY 2012-2013,

NOW, THEREFORE, THE MAYOR AND COMMON COUNCIL OF THE TOWN OF PAYSON, ARIZONA, DO HEREBY RESOLVE AS FOLLOWS:

- Section 1. That the FY 2012-2013 principal payment on the Loan shall not be included in the 2012-2013 budget.
- Section 2. That the FY 2012-2013 interest payment on the Loan shall be included in the FY 2012-2013 budget.
- Section 3. That the Town of Payson is hereby authorized to take all other actions necessary or appropriate to carrying out the terms of this Resolution.

PASSED AND ADOPTED BY THE MAYOR AND COMMON COUNCIL OF THE TOWN OF PAYSON, ARIZONA, this _____ day of _____, 2012, by the following vote:

AYES _____ NOES _____ ABSTENTIONS _____ ABSENT _____

Kenny J. Evans, Mayor

APPROVED AS TO FORM:



Timothy M. Wright, Town Attorney

ATTEST:

Silvia Smith, Town Clerk

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