

RESOLUTION NO. 21 -

A RESOLUTION OF THE TOWN COUNCIL OF THE TOWN OF MAMMOTH LAKES, STATE OF CALIFORNIA, APPROVING AN AMENDMENT TO RESOLUTION 20-83 MODIFYING THE TERMS AND USE OF FUNDS OF AN INTERNAL LOAN FROM THE VEHICLE REPLACEMENT FUND TO THE GENERAL FUND

WHEREAS, the Town Council has previously approved an internal loan between the Vehicle Replacement Fund and the General Fund; and

WHEREAS, the terms of the inter-fund loan and the use of the funds were amended in Resolution 20-83 pausing the re-payment by 2 years to provide better cash flow following the COVID-19 pandemic economic down turn; and

WHEREAS, the Town of Mammoth Lakes has experienced better than expected recovery of revenues; and

WHEREAS, to provide a greater level of certainty of funds available for garage replacement the Town Council has directed a change in the terms of the current inter-fund loan to begin repayment of the loan beginning in FY2021-22; and

WHEREAS, the outstanding inter-fund loan balance at the end of Fiscal Year 2020-21 is \$2,491,207; and

WHEREAS, The Town has met the current terms of the inter-fund loan that is committed through the annual budget allocation to continue to meet the modified terms as provided for herein.

NOW THEREFORE, BE IT RESOLVED BY THE TOWN COUNCIL OF THE TOWN OF MAMMOTH LAKES AS FOLLOWS:

Loan Terms:

| | |
|---------------------------|---|
| Outstanding Loan Balance: | \$2,491,207 |
| Length of Term: | 7.327 Years |
| Interest Rate: | Zero Percent (0%) |
| Payment Schedule | FY20/21 \$0 per year |
| | FY21-22 – FY27-28 \$340,000 per year |
| | FY28-29 \$111,207 one time |
| Payment Due Date | June 30 of each fiscal year. |
| Pre-Payment: | General Fund may pre-pay part or the entire loan at any time. |

APPROVED AND ADOPTED THIS 16th DAY OF June 2021.

BILL SAUSER, Mayor

ATTEST:

Jamie Gray, Town Clerk