

RESOLUTION NO. 97-22

**A RESOLUTION TO PAY OFF LOANS
HELD BY FIRST FARMERS AND MERCHANT NATIONAL BANK
IN THE TOTAL SUM OF \$266,500, WITH MONIES TO BE DRAWN
FROM IMPACT FEES (\$200,000),
TOM LUNN CONSTRUCTION RESERVE (\$31,000),
AND THE TOWN GENERAL FUND (\$35,500)**

Whereas, the Town borrowed \$300,000 in 1994 to pave certain collector streets in the Town;

Whereas, there were a total of 12 loan notes created with the first note due and payable on April 1, 1995, one each to be due and payable each succeeding April 1 until the year 2006;

Whereas, the notes were designed to have between \$30,000 and \$35,000, including previous year total interest, become payable each April 1;

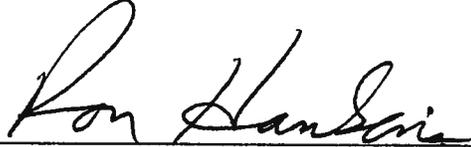
Whereas, the termination of all these notes would remove an annual burden on the street department operating budget thereby allowing more monies to be spent in order to maintain respectable conditions on roads and streets already constructed and to engage in cost avoiding preventive maintenance;

Whereas, the funds needed to appropriate right of way and pave Tom Lunn Road after July 1, 1997 will be placed in the fiscal year 1998 street budget as an operating cost; and

Whereas, there exists a present opportunity to remove this loan burden in contemplation of accumulated Town funds.

BE IT THEREFORE RESOLVED BY THE BOARD OF MAYOR AND ALDERMEN OF THE TOWN OF SPRING HILL, TENNESSEE that the sum of \$266,500 be drawn from Town funds to pay off the remaining bank notes held by First Farmers and Merchants National Bank, \$200,000 from impact fees, \$31,000 from capital reserve held for Tom Lunn Road paving, and \$35,500 from the Town general fund, and that the street department be declared debt free.

Passed and adopted by the Board of Mayor and Aldermen of the Town of Spring Hill, Tennessee on the 17th day of March, 1997.



RON HANKINS, MAYOR

ATTEST:

June Quirk
JUNE QUIRK, RECORDER

LEGAL FORM APPROVED:

N. Houston Parks
N. HOUSTON PARKS, ATTORNEY