

98-001R
RESOLUTION

STATE OF TEXAS

COUNTY OF MONTGOMERY

KNOW ALL MEN BY THESE PRESENTS:

(Motion was made by Jana Lea, seconded
by Linda McClain that the following resolution be
passed.)

A RESOLUTION AUTHORIZING THE APPROPRIATE OFFICERS OF THE TOWN OF WOODLOCH ("TOWN") TO BORROW THE SUM OF \$11,319.35 FROM WOODFOREST NATIONAL BANK AND TO AUTHORIZE THE MAYOR TO SIGN THE PROMISSORY NOTE AND TO AMEND THE 1997-98 BUDGET TO PROVIDE FOR THE REPAYMENT OF THIS LOAN AND AUTHORIZING AUTOMATIC WITHDRAWAL.

WHEREAS, by an Amended and Restated Ordinance authorizing the issuance of "Town of Woodloch, Texas, Sewer System Revenue Certificate of Obligation Series 1994 ("Certificates)" the Town of Woodloch issued, in the aggregate principal amount of \$100,000.00, said Certificates for the purpose of paying contractual obligations for the improvements and extension of the Town's Waste Water Treatment System; and,

WHEREAS, there is now remaining a matured but unpaid portion of the Certificates and the Town desires to arrange for repayment of all remaining unpaid Certificates; and,

WHEREAS, the Town desires to borrow the sum of \$11,319.35 from Woodforest National Bank ("Woodforest") for such purpose at an interest rate of nine (9%) percent to be repaid in two (2) installments of \$3,835.00 and a final installment sufficient to discharge the entire remaining balance of both principal and interest, the first installment to be due and payable on or before June 20, 1998, the second installment on or before July 20, 1998 and the final installment on or before August 20, 1998; and,

WHEREAS, the Town Council desires to amend the 1997-98 Budget to transfer

sufficient monies from the unexpended surplus to the General Fund for the purpose of discharging this indebtedness during the current 1997-98 year by placing such funds in Account No. 894-82 for such purpose; and,

WHEREAS, it is hereby found and determined by the Town Council of Town that it is in the best interest of the Town to borrow such funds from Woodforest to discharge this remaining indebtedness.

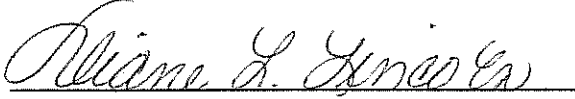
NOW THEREFORE BE IT RESOLVED BY THE TOWN COUNCIL OF THE TOWN OF WOODLOCH THAT:

SECTION 1. The Mayor of the Town of Woodloch is hereby authorized to borrow the sum of Eleven Thousand Three Hundred Nineteen and 35/100 Dollars from Woodforest on the terms and conditions above stated and is directed to amend the 1997-98 Budget to provide for the repayment of the loan as aforesaid.

SECTION 2. The Mayor is directed to place such funds in Account No. 894-82 and authorize the Bank to make automatic withdrawals of \$3,835.00 each on June 20, 1998 and July 20, 1998 and on August 20, 1998 the exact sum necessary to discharge the remaining indebtedness of both principal and interest.


SECTION 3. This Resolution shall become effective and continue and remain in effect immediately upon its passage, approval and adoption.

PASSED and APPROVED this the 18 day of May, 1998.



Diane Lincoln, Mayor

ATTESTED:



Town Secretary