

**TOWN OF SUGAR CITY  
RESOLUTION NO. 2007-006**

**A RESOLUTION TO BORROW MONEY TO PROVIDE FUNDS WHILE WAITING FOR FINAL GRANT PAYMENT FOR COMPLETION OF THE TOWN OF SUGAR CITY NEW MUNICIPAL FACILITIES**

**WHEREAS,** The Board of Trustees of The Town of Sugar City have accepted Grant Contract Energy and Mineral Impact Assistance Program EIAF #5043; and

**WHEREAS,** the Town of Sugar City is currently constructing Municipal facilities using EIAF #5043; and

**WHEREAS,** The final Grant Balance of \$41,900.00 is not payable to The Town of Sugar City until the project is complete; and

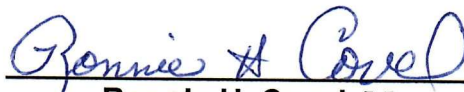
**WHEREAS,** The Town of Sugar City is contractually obligated to contractors and vendors to pay obligations on time and before receiving the final grant payment.

**THEREFORE,** Be it resolved by the Board Of Trustees Of The Town Of Sugar City, Colorado:

**Section 1:** That the Sum of \$41,900.00 be borrowed from Fowler State Bank; and funds be allocated to pay, Heating & AC, Plumbing, Electrician, Construction Contract, Cabinets, Office Furniture, Alarms and wiring, Doors, Door Hardware, Landscaping, Handicap Rails, Flooring Install, New Computers, Microwaves, Counter Tops, Awnings, and additional grant qualified expenses to complete the project.

**Section 2:** That the terms of the Loan comply with all aspects of current Colorado Governmental Law, and; the term of the loan will be for one year with interest payable monthly. Ronnie H. Covell is authorized to sign all necessary documents on behalf of the Town of Sugar City, CO, in his capacity as Mayor. The loan is cross-collateralized and secured by 21 shares of Twin Lakes Water and an Assignment of Lease Agreement with the Lower Arkansas Valley Conservancy District and; The loan balance will be paid off upon receipt of the final Grant payment of \$41,900.00.

**Passed, Adopted, and Approved this 18<sup>th</sup> day of July 2007**

  
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**Ronnie H. Covell, Mayor**

**Attest :**

  
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**Randal R. Bundy, Town Clerk**

