

RESOLUTION NO. 6-2024

A RESOLUTION OF THE TOWN OF TRAPPE AUTHORIZING A NOTE MODIFICATION AGREEMENT WITH THE SHORE UNITED BANK FOR A GENERAL OBLIGATION BOND IN THE PRINCIPAL AMOUNT OF \$1,376,000 AND A GENERAL OBLIGATION GRANT IN THE AMOUNT OF \$599,500, OF WHICH THE SUM OF \$435,121.71 HAS BEEN DRAWN AND BORROWED FROM THE BAN NOTE FOR EXPENSES NECESSARY TO PAY THE COST OF REPAIRING, UPGRADING OR REPLACING SANITARY SEWER PUMPING STATIONS AND OTHER PUBLIC IMPROVEMENTS FOR THE TOWN, CAPITALIZED INTEREST ON THE NOTE AND THE PAYMENT OF THE COSTS OF ISSUING THE NOTE PURSUANT TO PRIOR LEGISLATIVE ACTS OF THE COUNCIL OF TRAPPE

WHEREAS, Section 304 of the Trappe Town Charter authorizes the Town to borrow money from time to time as the Council of Trappe shall deem advisable and in such manner and by such means as the Council, in its sound discretion, shall deem most advantageous to the Town; and

WHEREAS, on June 5, 2019, the Town originally issued and sold its \$1,376,000 Town of Trappe General Obligation Bond Anticipation Note Series 2019 and \$599,500 Town of Trappe General Obligation Grant Anticipation Note Series 2019 to the Shore United Bank in order to finance all or a portion of the funds necessary to pay the costs repairing, upgrading or replacing sanitary sewer pumping stations and other public improvements for the Town, capitalized interest on the Notes and the payment of the costs of issuing the Notes (the "Project"); and

WHEREAS, on June 1, 2019, in connection with the issuance of the Notes, the Town and the Bank entered into a Loan and Financing Agreement with a maturity date of June 5, 2024; and

WHEREAS, due to unexpected delays, the Project was not expected to be completed prior to the current maturity date of June 5, 2024 and, by Resolution 3-2024, the maturity date on the Note was extended for a period of six months to December 5, 2024; and

WHEREAS, the project has undergone additional delays and Shore United Bank has offered to extend the current maturity date on the Note to for a period of three months to March 5, 2025 so that the Town may complete the project; and

WHEREAS, the Council of Trappe has deemed it desirable and in the public interest to extend the maturity date on the existing Notes to March 5, 2025, and to execute such other and further documents necessary to extend the maturity date of said obligation.

NOW, THEREFORE, be it resolved by the Council of Trappe as follows:

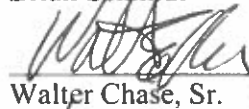
Section 1. The recitals set forth above are incorporated herein and are made a part of this Resolution.

Section 2. The President or the Vice President of the Council is hereby authorized to execute and deliver such documents, including a Note Modification Agreement, attached hereto as Exhibit 1, and a Supplemental Arbitrage and Tax Certificate, attached hereto as Exhibit 2, in the same or substantially similar form, with a maturity date of March 5, 2025.

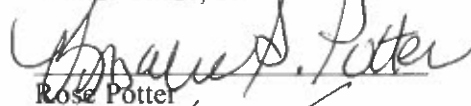
Section 3. This Resolution shall become effective upon adoption by the Council of Trappe.



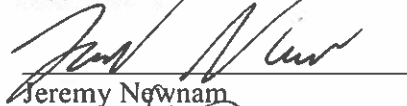
Brian Schmidt



Walter Chase, Sr.



Rose Pottel



Jeremy Newnam



Michael Sullivan

I hereby certify that the above Resolution was adopted by a yea and nay vote of the Council
this 4th day of December, 2024.


Erin Braband, Town Administrator

