

## RESOLUTION 2020-43

### AUTHORIZING THE MAYOR TO OBTAIN A LOAN FOR HURRICANE SALLY EXPENDITURES

**WHEREAS,** Due to the effects of Hurricane Sally, the Town of Magnolia Springs is projecting substantial revenue losses necessary for the continued operations of essential government services; and

**WHEREAS,** Ala. Code §11-47-2 (1975) provides that a municipality may borrow money for temporary or any other lawful purpose, and the governing body there of may, without an election, issue evidences of indebtedness in the form of interest-bearing warrants, notes or bills payable, maturing at such times as such governing body may determine, not exceeding 1 year from the date of issuance closed-ended line of credit for Hurricane Sally debris removal.

**WHEREAS,** it is in the Town's best interest to obtain a loan up to the amount and not to exceed \$750,000.00 at an interest rate of 1.969% bank qualified tax free.

**NOW THEREFORE, BE IT RESOLVED** by the Town Council of the Town of Magnolia Springs, Alabama, that Mayor Kim Koniar is hereby authorized to negotiate and obtain a loan of up to and not to exceed \$750,000.00, payable not later than 1 year from the date of issuance.

Adopted, this the 24<sup>th</sup> day of November 2020.

ATTEST:

  
\_\_\_\_\_  
Kim Koniar, Mayor

  
\_\_\_\_\_  
Mike Jinks, Town Clerk

