

RESOLUTION NO. 2001-03
PAHRUMP TOWN BOARD

Creation of USDA Debt and Debt Reserve Fund

WHEREAS, the Town of Pahrump has accepted a low interest loan and matching grant from the U. S. Department of Agriculture Rural Development. These funds are to be used to acquire public safety equipment and apparatus.

WHEREAS, it is now the desire of the Town Board of the Town of Pahrump to set up a Debt Service and Debt Reserve Fund for the purpose of encumbering monies for the payment of said low interest loan.

NOW, THEREFORE, the Town Board of the Town of Pahrump does hereby resolve as follows:

1. Pursuant to the loan requirements, the Town of Pahrump must set aside \$3,910.00 per year, for ten (10) years, to cover the interest and principal payment in the event the Town cannot make the complete principal and interest payment of \$39,910.00 in any given year. This \$3,910.00 will accrue yearly, so at the end of the loan period of ten (10) years, the town will have set aside \$39,100.00. If all loan payments have been met, this \$39,100.00 will be available to the Town to spend at their discretion.
2. The Town of Pahrump must also set aside the yearly loan payment of \$39, 910.00.
3. The reserve of \$3,910.00 will be derived from earnings in the Motor Vehicle Accident (MVA) account, so long as this account has the available funds. In the event this account does not have the available funds, the money will come from the Town General Fund.
4. The yearly loan payment of \$39,910.00 will be derived from the Town General Fund monies.

DATED this 15th day of March, 2001

PAHRUMP TOWN BOARD

ABSENT
Timothy J. Leavitt, Chairman

Mary E. Wilson
Mary E. Wilson, Vice-Chair

ABSENT
Jane Wisdom, Member

ATTEST:

James O. Mutton
James O. Mutton, Clerk

Michael Johnson
Michael Johnson, Member