

**CITY OF CORDOVA, ALASKA
RESOLUTION 02-24-09**

**A RESOLUTION OF THE COUNCIL OF THE CITY OF CORDOVA, ALASKA, APPROVING
REPAYMENT TERMS OF \$3,000,000 BORROWED FROM PERMANENT FUND TO
SUSTAIN CASH FLOW FOR THE REMAINDER OF THE SOUTH HARBOR PROJECT**

WHEREAS, Ordinance 1215 will authorize the transfer of \$3,000,000 from the permanent fund to Key Bank AMLIP Fund; and

WHEREAS, the \$3,000,000 will sustain cash flow for the remainder of the South Harbor Rebuild Project; and

WHEREAS, while the exact amount of funds needed to support cash flow for the project shall not exceed \$3,000,000, the amount borrowed may be less; and

WHEREAS the terms of repayment shall be 5% interest calculated annually and;

WHEREAS, interest payments will begin the month following the withdrawal from the permanent fund; and

WHEREAS, interest will be calculated and paid to the permanent fund by the Harbor Enterprise Fund based on the outstanding balance on the last day of each month; and

WHEREAS, the permanent fund loan and interest shall be paid over a period not to exceed 24 months; and

WHEREAS, upon the final reimbursement from MARAD, the \$3,000,000 with interest will be returned to the permanent fund; and

WHEREAS, there shall be no early payoff penalties.

NOW, THEREFORE BE IT RESOLVED THAT, the Council of the City of Cordova, Alaska, hereby approves repayment terms of the \$3,000,000 borrowed from the permanent fund to sustain cash flow for the remainder of the South Harbor Project.

PASSED AND APPROVED THIS 21st DAY OF FEBRUARY 2024.



David Allison, Mayor

ATTEST:

Susan Bourgeois, CMC, City Clerk