

RESOLUTION 581

A RESOLUTION

RECOGNIZING RESOLUTION NO. 291A REGARDING REPAYMENT OF A LOAN TO THE SEWER FUND TO DECOMMISSION THE WASTEWATER LAGOONS FROM THE GENERAL FUND,

RESCINDING RESOLUTION NO. 523 SEWER FUND REPAYMENT FROM GENERAL FUND TO HOUSING DEVELOPMENT FUND AND

FINALLY EARLY PAYOFF OF SEWER FUND TO DECOMMISSION THE WASTEWATER LAGOONS TO GENERAL FUND

WHEREAS, Resolution 523 has been in effect for years 2022 and 2023; and

WHEREAS, during the 2022 audit, the auditor identified the complexities of repayment of principal in a different fund than the original note; and

WHEREAS, the auditor recommended paying off the entire loan back to the General Fund; and

WHEREAS, Sewer Fund reserves are generating approximately 5% in interest while the General Fund is collecting 2% on this loan; and

WHEREAS, Sewer Fund cash reserves are in excess of 2.5 million dollars; and

WHEREAS, the Board of Trustees have determined that final payoff is appropriate.

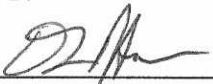
NOW THEREFORE BE IT RESOLVED BY THE BOARD OF TRUSTEES OF THE TOWN OF BAYFIELD, COLORADO AS FOLLOWS:

Section 1: All 2023 payments (\$28,838-total) from the Sewer Fund to the Housing Fund shall be reversed.


Section 2: The Sewer Fund shall payoff \$261,171 in principal and \$3,262 in interest (228-days) to the General Fund per Exhibit A.

PASSED, APPROVED, and ADOPTED this 15th day of August 2023, by the Board of Trustees of the Town of Bayfield, Colorado.

ATTEST:



Dustin Hayden, Town Clerk



Ashleigh Tarkington, Mayor

Exhibit A

Sewer Fund Decommissioning Loan Repayment to Housing Development Fund					
YEAR	Beginning Balance	Interest	Principle	Total Annual Payment	Ending Balance
2022	\$284,532	\$5,477	\$23,361	\$28,838	\$261,171
2023	\$261,171	\$5,006	\$23,832	\$28,838	\$237,339
2024	\$237,339	\$4,525	\$24,313	\$28,838	\$213,026
2025	\$213,026	\$4,034	\$24,804	\$28,838	\$188,222
2026	\$188,222	\$3,533	\$25,305	\$28,838	\$162,917
2027	\$162,917	\$3,023	\$25,815	\$28,838	\$137,102
2028	\$137,102	\$2,502	\$26,336	\$28,838	\$110,766
2029	\$110,766	\$1,970	\$26,868	\$28,838	\$83,898
2030	\$83,898	\$1,428	\$27,410	\$28,838	\$56,488
2031	\$56,488	\$874	\$27,964	\$28,838	\$28,524
2032	\$28,524	\$310	\$28,524	\$28,838	\$0