

# Resolution

07-04

A RESOLUTION OF THE COUNTY COMMISSIONERS OF QUEEN ANNE'S COUNTY, MARYLAND PROVIDING FOR LOANS FROM THE COUNTY GENERAL FUND TO MEET DEBT SERVICE NEEDS RESULTING FROM CONSTRUCTION OF THE KN/S/G WASTEWATER TREATMENT PLANT.

WHEREAS, Resolution 04-68 provided that specific amounts of the increased capacity of the new wastewater treatment plant be reserved for possible failing septic systems, for commercial and institutional uses, and for growth off of Kent Island, and

WHEREAS, Resolution 05-07 created the BNR/ENR debt service fund to repay the bonded indebtedness incurred on the construction of the wastewater treatment plant ("the BNR/ENR loan") and

WHEREAS, Resolution 05-07 requires an annual report certifying that sufficient amounts are in the debt service fund as of June 30 for the following fiscal year's debt service payments as a result of fee collections or that sufficient amounts will be available during the following fiscal year as a result of an increase in sanitary district fees and rates, and

WHEREAS, beginning January 1, 2007 sewer allocation fees received by the Queen Anne's County Sanitary District shall be credited to the BNR/ENR debt service fund, and

WHEREAS, the existing rate structure, including allocation fees, of the sanitary district will be periodically revised, and

WHEREAS, the timing and extent of sewer and/or water service to Southern Kent Island is in the planning phase and cash flow from the sale of allocations relating to this project is not yet available to support debt service on the BNR/ENR loan.

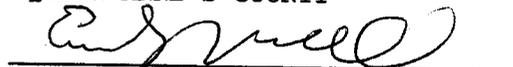
NOW THEREFORE, BE IT RESOLVED that the General Fund is authorized to make loans at no interest to the Sanitary District to the extent required to pay for debt service on the BNR/ENR loan in order to meet cash flow requirements over the life of the BNR/ENR loan.

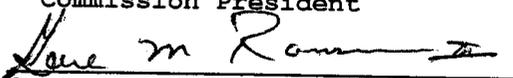
WITNESS the hands and seal of the County Commissioners of Queen Anne's County, Maryland this 27 day of February, 2007.

ATTEST:

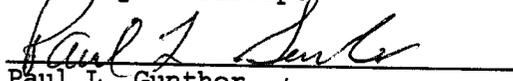
  
Margie Houch  
Executive Assistant

THE COUNTY COMMISSIONERS OF  
QUEEN ANNE'S COUNTY

  
Eric S. Wargotz, M.D.  
Commission President

  
Gene M. Ransom, III

  
Courtney M. Billups

  
Paul L. Gunther

  
Carol R. Fordonski

