

RESOLUTION NO. 97-141

A RESOLUTION OF THE CITY OF EL PASO DE ROBLES
APPROVING AND AUTHORIZING THE EXECUTION OF A
PROMISSORY NOTE BETWEEN THE CITY AND THE
PASO ROBLES REDEVELOPMENT AGENCY
TO REPLENISH THE CITY'S GENERAL FUND

WHEREAS, the City's General Fund has advanced funds to the Paso Robles Redevelopment Agency for the express purpose of eliminating negative cash balances at year end; and

WHEREAS, these advances have been made annually for a number of years for this purpose; and

WHEREAS, the total amount advanced is estimated (unaudited) through June 30, 1997 at approximately one million one hundred thousand dollars (\$1,100,000); and

WHEREAS, the City Council is desirous of establishing a formal promissory note recognizing these advances; and

WHEREAS, the establishment of a formal repayment schedule will result in the replenishment of the cash resources of the City's General Fund.

BE IT HEREBY RESOLVED by the City Council of the City of El Paso de Robles that the promissory note attached herewith as Exhibit "A" is hereby approved and the Mayor is authorized to execute said note.

APPROVED AND ADOPTED by the City Council of the City of El Paso de Robles this 4th day of November, 1997 by the following vote:

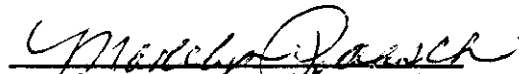
AYES: Baron, Iversen, Macklin, and Swanson


NOES: Picanco

ABSENT: None

ABSTAIN: None

Attest:


Madelyn Paasch, City Clerk

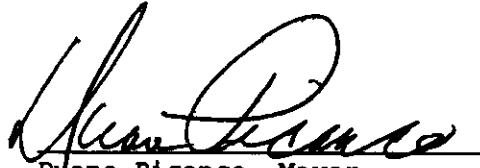

Duane Picanco, Mayor

PROMISSORY NOTE WITHOUT ACCRUED INTEREST

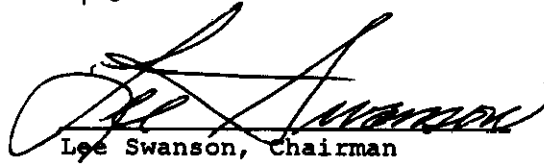
\$1.1 million

November 4, 1997

For value received, the Redevelopment Agency agrees to repay the City of El Paso de Robles' General Fund the sum of One million one hundred thousand dollars (\$1,100,000), representing total aggregate advances made by the City of El Paso de Robles through June 30, 1997. The principal amount of this promissory note shall not be adjusted retroactively, or annually or proportionally therefore for any accrued interest nor shall interest payments be included in the monthly payment amount when monthly principal are made every month for a period of ten (10) years beginning July 15, 2000. Principal payments shall be proportionally increased annually to match available resources and to assure full repayment within the specified ten (10) year term. The Redevelopment Agency may repay the outstanding principal balance of this note at any time prior to maturity.



Duane Picanco, Mayor
City of El Paso de Robles



Lee Swanson, Chairman
Paso Robles Redevelopment Agency