

TOWN OF EVA

P. O. Box 68
Eva, Alabama 35621

TELEPHONE 205/796-7360

RESOLUTION 89-5

TITLE: Agreement with Central Bank-Decatur on Certificate of Deposit and Loan Arrangement

WHEREAS, The Town of Eva has \$200,000.00 which the Town Council proposes to purchase a Certificate of Deposit, and

WHEREAS, the Town of Eva has offered to purchase approximately 57 acres of land from Jerry Lee Livingston at a cost of \$3,000.00 per acre, and

WHEREAS the Town of Eva would plan to borrow the money to pay for said property;

BE IT THEREFORE RESOLVED that after discussing the matter with several area banks, the Town of Eva purchase the Certificate of Deposit from Central Bank-Decatur who made best offer of one year @ 8.60, renewable each year for ten years, with interest being paid monthly and mailed to the Town's T-Bill account at First Bank of Eva. Further, the Town of Eva would borrow from Central the approximately \$171,000.00 needed to pay for the property at a loan rate of 78% of prime, either on a daily basis or monthly basis. Interest would cost 8.6 with 11% prime, which would have to be paid monthly; annual payment on principal would be approximately \$17,000.

BE IT FURTHER RESOLVED that the Mayor and Eva Town Clerk be authorized to purchase the Certificate of Deposit and to consummate the loan agreement with Central Bank-Decatur as stated.

ADOPTED this 24th day of June, 1989.

[Redacted Signature]

Chairman pro tem, Eva Town Council

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I, Bonnie G. Holmes, Eva Town Clerk, hereby certify that the foregoing resolution was lawfully passed by the Eva Town Council in call session on June 24, 1989.

[Redacted Signature]

Eva Town Clerk

Rescinded by Res. 89-8