CITY OF TANEYTOWN
RESOLUTION NO. 2026 - 06 A

A RESOLUTION OF THE MAYOR AND COUNCIL OF THE CITY OF TANEYTOWN, MARYLAND, AUTHORIZING THE PREPAYMENT AND RETIREMENT OF CERTAIN UTILITY FUND DEBT OBLIGATIONS.

WHEREAS, the City of Taneytown has previously incurred debt obligations within its Utility Fund to finance essential infrastructure improvements, utility system upgrades, or capital equipment; and

WHEREAS, the Mayor and Council have determined that the Utility Fund currently maintains sufficient unassigned cash reserves to allow for the early retirement of certain outstanding debts; and

WHEREAS, prepaying these obligations will eliminate future interest expenses, reduce the City's long-term liabilities, and improve the structural financial health of the Utility Fund; and

WHEREAS, the Mayor and Council deem it to be in the best financial interest of the City of Taneytown and its residents to authorize the immediate payoff of two (2) existing debt obligations within the Utility Fund.

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Council of the City of Taneytown, Maryland, that:

1. **Authorization to Pay Off Debt:** The City Manager and the Director of Finance are hereby authorized and directed to take all necessary actions to prepay, satisfy, and retire in full the following two (2) outstanding debt obligations currently serviced by the Utility Fund:
   - **Debt Obligation #1:** Maryland Department of the Environment Water Infrastructure Financing Administration Drinking Water Bond
   - **Debt Obligation #2:** Maryland Department of Housing and Community Development, Community Development Administration Infrastructure Loan Refunding
2. **Funding Source:** The funds required to satisfy the payoff amounts, including any remaining principal, accrued interest, and applicable prepayment fees, shall be disbursed from the restricted cash reserves of the City of Taneytown Utility Fund.
3. **Execution of Documents:** The Mayor, City Manager, and other designated City officials are authorized to execute any and all closing documents, release agreements, or financial instruments required to formalize the retirement of these debts.
4. **Effective Date:** This Resolution shall take effect immediately upon its passage.

INTRODUCED THIS 8 DAY OF July, 2026

Clara Kalman

CLARA KALMAN, CITY CLERK

PASSED THIS 13 DAY OF July 2026 BY A VOTE OF 5

COUNCILMEMBERS IN FAVOR AND 0 COUNCILMEMBERS OPPOSED.

Clara Kalman

CLARA KALMAN, CITY CLERK

APPROVED THIS 13th DAY OF July 2026.

CHRISTOPHER G. MILLER, MAYOR