

RESOLUTION NO. 2022 - 3
RESOLUTION APROVING SUPPLEMENTAL BUDGET AND APPROPRIATION
FOR THE 2021 BUDGET YEAR

A RESOLUTION APPROPRIATING ADDITIONAL SUMS OF MONEY TO DEFRAY EXPENSES IN EXCESS OF AMOUNTS BUDGETED FOR 2021 FOR THE SOUTH DURANGO SANITATION DISTRICT, LA PLATA COUNTY, COLORADO.

WHEREAS, the South Durango Sanitation District Water Pollution Control Revolving Fund Loan (the "2012 WPCRF Loan") could be redeemed prior to the stated maturity at the option of the District; and

WHEREAS, the South Durango Sanitation District Equipment Lease/Purchase Agreement with NBH Bank (the "Lease/Purchase") provided that the District could exercise its purchase option at any time; and

WHEREAS, the 2012 WPCRF Loan interest rate and the interest rate on the Lease Purchase were substantially higher than the interest return on the investments of District reserves; and

WHEREAS, additional funds were available in 2021 from revenue in excess of budget projections; and

WHEREAS, the prepayment of the 2012 WPCRF Loan and the Lease/Purchase will result in substantial interest savings for the District; and

WHEREAS, the additional revenue which was available to prepay the 2012 WPCRF Loan and the Lease/Purchase and the low interest rate for investments could not have been anticipated when the 2021 budget was adopted.

NOW THEREFORE, be it resolved by the Board of Directors of the South Durango Sanitation District, that the 2021 appropriation for the Enterprise Fund is hereby increased by \$194,186 from \$1,353,412 to \$1,547,598.

ADOPTED this 17th day of March 2022.

SOUTH DURANGO SANITATION DISTRICT

By 
President