

**TOWN OF GEORGETOWN
TOWN COUNCIL
SPECIAL MEETING MINUTES**

Meeting Date: Wednesday, February 18, 2009
Location: Town Hall, 39 The Circle, Georgetown, DE
Time: 4:30 p.m.

PRESENT:

Edwin A Lambden, Mayor
Charlie Koskey, Ward One
Sue H. Barlow, Ward Two
Bob Ricker, Ward Three
Brian Pettyjohn, Ward Four

STAFF PRESENT:

Gene Dvornick, Town Manager
Angela Townsend, Town Clerk

4:30 P.M. SPECIAL MEETING

1. PLEDGE OF ALLEGIANCE

Mayor Lambden led the Pledge of Allegiance.

2. INVOCATION

Mayor Lambden led the Invocation.

3. ADOPTION OF THE AGENDA

Motion by Councilman Pettyjohn, seconded by Councilman Barlow, to adopt the agenda as presented. **APPROVED (unanimous).**

4. 37 THE CIRCLE

A. AGREEMENT OF PURCHASE

As directed and discussed during several Executive Sessions to authorize the Mayor and Town Manager to enter into an Agreement of Purchase for 37 the Circle. The list price was \$340,000; price agreed to was \$323,000, initial deposit of \$1,000, an additional \$22,000 at closing, financing \$300,000.00.

Motion by Councilman Ricker, seconded by Councilman Pettyjohn, to authorize the Mayor & Town Manager to enter into an Agreement of Purchase as discussed during Executive Session for the purchase of 37 The Circle. **APPROVED (unanimous).**

B. RESOLUTION 2009-1 PROPOSING TO BORROW FUNDS TO PURCHASE 37 THE CIRCLE

A Resolution approving the issuance of a General Obligation Bond Note in the amount of \$300,000 at a rate of 4.27% for 5 years. The \$300,000 will be amortized for 15 years, after year 5 if the bond is not paid off the rate will be renegotiated with WSFS Bank. The payment will be \$2,259.87 per month, current income from the Lord House is \$2,598, leaving an excess of \$338.13. No taxpayer's property tax money will offset the payment of the loan.

Motion by Councilman Ricker, seconded by Councilman Koskey, to authorize the Town Manager and the Secretary to execute Resolution #2009-1 General Obligation Bond Note in the amount of \$300,000 for the purchase of 37 The Circle.

APPROVED (unanimous).

"Resolution 2009-1 General Obligation Bond Note in the amount of \$300,000 to purchase 37 The Circle is incorporated as part of the minutes."

Comment:

Councilman Ricker: Has the income of \$2,598.00 from the Lord House been earmarked for anything else?

Town Manager: The income is in a separate account to specifically offset the costs and acquisition of a new Town Hall.

Councilman Ricker: Does the Town have the option to pay the loan off early?

Town Manager: There is no penalty for pre-payment; in addition the Town had identified \$100,000 (not earmarked) in the General Fund. A Certificate of Deposit in the amount \$100,000 will be opened with WSFS, to be used if the Town should ever fall short in their payments, and with the listing of the two properties for sale on King St; the income from the sale will help off set the balance of the note.

Settlement is scheduled for next week.

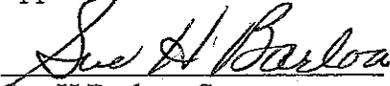
5. PUBLIC COMMENT

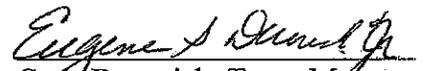
No Public Comment.

6. ADJOURNMENT

Motion by Councilman Ricker, seconded by Councilman Pettyjohn, to adjourn at 4:34 p.m. **APPROVED** (unanimous).

Approved:


Sue H Barlow, Secretary


Gene Dvornick, Town Manager