

**TOWN OF FREDERICA  
RESOLUTION 24-R-03**

**A RESOLUTION OUTLINING FUNDING OF UP TO \$848,600.00 OF A GENERAL OBLIGATION BOND TO FINANCE THE COST OF JACKSON STREET WATER SERVICE CONNECTIONS**

**WHEREAS,** The Town Council of the Town of Frederica has determined that it is in the Town's best interest to make improvements to the Town's water distribution system within Jackson Street;

**WHEREAS,** the Town Council has determined that it would be advantageous to finance the Jackson Street Water Service Connections (the "Project") in order to accept the Delaware Drinking Water State Revolving Fund principal forgiveness loan of up to \$848,600.00;

**WHEREAS,** pursuant to the Town Charter, Section 29, 83 Del. Laws, c. 373, as amended, proposes to issue up to \$848,600.00 maximum principal amount of the Town's general obligation bonds in order to pay costs of the design and construction improvements to the aging infrastructure;

**WHEREAS,** the Town has applied for and DNREC/DHSS has offered the Town a principal forgiveness loan package for the Project in an amount of up to \$848,600.00 of which the entire principal amount will be forgiven at the completion of the construction of the Project; and

**WHEREAS,** the Charter of the Town of Frederica allows for borrowing for certain projects without voter approval under Section 29 of the Charter.

**NOW, THEREFORE, BE IT RESOLVED** notice is hereby given to the residents and property owners of the Town of Frederica that the Town Council proposes to borrow an amount of money not to exceed \$848,600.00 principal amount to fund the Project; and

**BE IT FURTHER RESOLVED** that pursuant to Section 29 of the Charter, notice is hereby given of the following information regarding the loan:

Amount of Borrowing: Total principal amount not to exceed \$848,600.00.

Municipal Purpose: Improving the Town's water system qualifies as a municipal purpose for which the Town Council may make borrowings without voter approval pursuant to the Charter.

Manner of Securing: The funds are to be borrowed through a general obligation bond of the Town of Frederica issued to DNREC/DHSS and secured on full faith and credit and taxing power of the Town to pay the principal and interest on the bond.

Other Facts Deemed Pertinent: The loan is part of a principal forgiveness/grant package from DNREC/DHSS and the Town must issue the debt in order to receive the principal forgiveness/grant of an aggregate amount not to exceed \$848,600.00.

**BE IT FURTHER RESOLVED** that the Frederica Town Council will hold a hearing on this Resolution on November 20, 2024 at 7:00 p.m.; and

**BE IT FURTHER RESOLVED** that not less than seven (7) days prior to the date of the meeting of the Town Council of Frederica, the Town Clerk shall post a notice in Frederica Town Hall, 2 West David Street, and shall post copies of the notice in one (1) or more public places in the Town of Frederica and in a newspaper of general circulation in the Town of Frederica advertising to all concerned the date and place where said Resolution has been made available and that the Town Council of Frederica will hold a hearing on the Resolution; and

**BE IT FURTHER RESOLVED** that any person or entity desiring to speak at the hearing shall attend the Town of Frederica Council meeting on November 20, 2024 at 7:00 p.m.; and

**NOW, THEREFORE, BE IT RESOLVED** that a majority of the Town Council duly met and adopted the request to pursue this loan; and

**NOW, THEREFORE, BE IT FURTHER RESOLVED** that this Resolution was passed by a majority of the Town Council of the Town of Frederica on this 20 day of November, 2024.

William C. Glanden  
William C. Glanden, Mayor

11/20/24  
Date

Attest: Alice Green  
Alice Green, Clerk