

RESOLUTION ESTABLISHING A POLICY)
FOR DISCOUNTING 1983-1984 REHABIL-))
ITATION LOANS)

Resolution No. 25
for 1989

WHEREAS, the City of Lebanon has previously created the 1983-1984 Rehabilitation Loan Program; and,

WHEREAS, from such program the City of Lebanon currently has outstanding a sum of approximately \$338,000 in no-interest or low-interest housing rehabilitation loans; and,

WHEREAS, it has been determined to be in the public interest to accelerate the collection of these outstanding loans in order to use the funds for further business rehabilitation grants; and,


WHEREAS, it is in the public interest of the City of Lebanon to establish a program offering reasonable discounts to the early paying of such loans;

NOW, THEREFORE, BE IT RESOLVED BY THE PEOPLE OF THE CITY OF LEBANON AS FOLLOWS:

It is and shall be the policy of the City of Lebanon that the Finance Director of the City of Lebanon shall allow borrowers participating in the 1983-1984 Rehabilitation Loan Program to pay off their loan commitments at an accelerated rate. The Finance Director shall allow no more than a discount of 25 percent of the current face value of said loans, represented by notes payable to the City of Lebanon, for payment in full. The Finance Director shall also establish a policy for a reduced discount for partial payments by obligors participating in said program, depending upon the amount of the increase in the monthly payment, the terms thereby, and such other factors as the Financial Director shall deem to be reasonable to allow for the accelerated payoff of said loans.


This policy shall become effective with the passage of this Resolution.

Passed by the Council of the City of Lebanon by a vote
of 6 for and 0 against and approved by the Mayor
this 27th day of September, 1989.



Mayor, City of Lebanon

ATTEST:



City Administrator