

RESOLUTION NO. 27073

A RESOLUTION AUTHORIZING AN EXTENSION OF THE DEFERRAL OF LOAN PAYMENTS IN ACCORDANCE WITH RESOLUTION NO. 26859 BY CHATTANOOGA HOUSING AUTHORITY ON BEHALF OF DOGWOOD MANOR DUE TO CASH FLOW SHORTAGE AND FURTHER PROVIDING THAT ANY EXCESS CASH FLOW RESULTING FROM THIS SUSPENSION OF LOAN PAYMENTS BE SET ASIDE AS CAPITAL RESERVES UNTIL SUCH TIME AS THE PROPERTY IS DISPOSED OF OR OPERATIONS CONSISTENTLY PROVIDE SUFFICIENT CASH FLOW WHICHEVER OCCURS FIRST, PROVIDED THIS DEFERRAL SHALL NOT EXCEED SIX (6) MONTHS WITHOUT FURTHER APPROVAL BY THE CITY COUNCIL.

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BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CHATTANOOGA, TENNESSEE, That it is hereby authorizing an extension of the deferral of loan payments in accordance with Resolution No. 26859 by Chattanooga Housing Authority on behalf of Dogwood Manor due to cash flow shortage and further providing that any excess cash flow resulting from this suspension of loan payments be set aside as capital reserves until such time as the property is disposed of or operations consistently provide sufficient cash flow whichever occurs first, provided this extended deferral shall not exceed six (6) months without further approval by the City Council.

ADOPTED: April 24, 2012

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