



Town of Johnstown

TOWN COUNCIL CONSENT AGENDA COMMUNICATIONS

AGENDA DATE: November 07, 2022

SUBJECT: First Amendment to Loan Agreement Between Town of Johnstown and Housing Authority of the Town of Johnstown

ATTACHMENTS: 1. First Amendment to Loan Agreement Between Town of Johnstown and Housing Authority of the Town of Johnstown

PRESENTED BY: Matt LeCerf, Town Manager

AGENDA ITEM DESCRIPTION:

Presented for your review and consideration is the First Amendment to Loan Agreement Between Town of Johnstown and Housing Authority (JHA) of the Town of Johnstown.

This agreement was approved by the Council on December 13, 2021, during a regularly scheduled Town Council meeting. The provisions to the initial loan agreement provided that the Housing Authority needed to execute the promissory note and deed of trust not later than December 31, 2022. During that time the JHA has been working directly with the United States Department of Agriculture (USDA) to payoff and close the FHA loan currently in place. The Housing Authority would subsequently establish a loan and payment structure with the Town of Johnstown. The loan amount totals \$312,00.00.

Considering the USDA and the JHA have still not reached the conclusion of paying off the loan, the JHA cannot sign the promissory note and deed of trust and the extension is being requested. The Housing Authority has requested a 1-year extension to provide ample time to close the loan with the USDA. This First Amendment recognizes those changes and provides the extension accordingly.

LEGAL ADVICE:

The Town Attorney drafted the First Amendment as presented.

The Community That Cares

www.TownofJohnstown.com

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FINANCIAL ADVICE:

N/A

RECOMMENDED ACTION: Approve First Amendment to Loan Agreement Between Town of Johnstown and Housing Authority of the Town of Johnstown as presented

Reviewed and Approved for Presentation,



Town Manager

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