

RESOLUTION NO. 302

A RESOLUTION AUTHORIZING THE TOWN OF MOUNT CARMEL TO WITHDRAW ITS APPLICATION FOR THE 2003 TENNESSEE SMALL CITIES' COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM.

WHEREAS, a 2003 Tennessee Small Cities' Community Development Block Grant was awarded for a Sewer Line Extension Project to the Wolfe Lane neighborhood near Carters Valley Road; and

WHEREAS, the proposed budget for the said Sewer Line Extension Project anticipates some level of cost overrun by including "contingency" monies; and,

WHEREAS, after consideration by the Board of Mayor and Aldermen and the receipt of public comment, it has been determined by the Board of Mayor and Aldermen that there is a substantial risk that the amount of the "contingency" monies will be exceeded; and

WHEREAS, in the event that the amount of "contingency" monies is exceeded, there is no available fund balance to cover such a shortfall.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF MAYOR AND ALDERMEN OF THE TOWN OF MOUNT CARMEL, TENNESSEE, as follows:

SECTION I. That the 2003 Tennessee Small Cities' Community Development Block Grant awarded for a Sewer Line Extension Project to the Wolfe Lane neighborhood near Carters Valley Road shall be returned; and, the Mayor is authorized and directed to send a letter to the Tennessee Small Cities' Community Development Block Grant program advising them that the Town of Mount Carmel is not in the position of being able to accept the risk that the amount of "contingency" monies might be exceeded for the Sewer Line Extension Project to the Wolfe Lane neighborhood near Carters Valley Road

This Resolution shall take effect upon its passage the public welfare requiring it.

Duly passed and approved this the 25 day of May, 2004.



GARY W. LAWSON, Mayor

ATTEST:


NANCY CARTER, City Recorder

APPROVED AS TO FORM:


LAW OFFICE OF MAY & COUP

FIRST READING	AYES	NAYS	OTHER
Alderman Henry Bailey	✓		
Vice-Mayor Eugene Christian	absent		
Alderman Paul Hale	✓		
Mayor Gary Lawson	✓		
Alderman Tresa Mawk	✓		
Alderman Thomas Wheeler	✓		
Alderman Wanda Worley	✓		
TOTALS	6		

PASSED: 5-25-04