

Resolution 2009-R-12

Resolution of Direction

Where as the Council from time to time will provide direction to the Mayor on certain matters and,

Where as a request has been made of the Mayor and Council to consider providing special assistance towards the Riverdale Volunteer Fire Department with obtaining new equipment and,

Where as the Mayor and Council recognizes both the importance of its fiduciary responsibility to the citizens of Riverdale Park and a fire department having first response within the town now,

Therefore be it resolved, the Council directs the the Mayor to work with the town attorney to draft for the Council's consideration a financial agreement between the Town of Riverdale Park, Maryland and the Riverdale Volunteer Fire Department, Company 7 located in Riverdale Park, Maryland. The agreement is to outline the responsibility of the Riverdale Volunteer Fire Department as the primary party to the loan and the Town of Riverdale Park as guarantor of the loan. The capital equipment to be financed is one (1) 2009 Pierce Arrow XT base model pumper priced at approximately \$450,000.

Be it further resolved, the Council also directs the Mayor to give serious consideration to include the following conditions in the proposed agreement.

1. The Riverdale Volunteer Fire Department are to provide full and complete monthly financial statements to the Town of Riverdale Park so that the Town can monitor their financial health.
2. The Riverdale Volunteer Fire Department shall receive written approval from the Mayor and Council prior to any order of additional capital equipment.
3. Ability of the Mayor and Council to demand, with reasonable notice, dis-obligation of the Town or assumption of the capital assets of the Riverdale Volunteer Fire Department.
4. A limit be placed on the amount of Town funds paid out during a fiscal year to meet the financial obligation incurred by the Riverdale Volunteer Fire Department and the authority of the Town of Riverdale Park to assume the financed capital asset as well as other capital assets held by the Riverdale Volunteer Fire Department so as to meet the original obligation.

Sponsor CM David Lingua

Approved _____

Rejected _____

Date _____