

COMMONWEALTH OF PUERTO RICO  
MUNICIPAL GOVERNMENT OF HUMACAO  
**MUNICIPAL LEGISLATURE**  
HUMACAO, PUERTO RICO

CERTIFICATION

I, ANALIRIS CRUZ VELLÓN, Secretary of the Municipal Legislature Humacao,

Puerto Rico, hereby **CERTIFY**:

The attached is true and accurate copy of **Resolution No. 33, Series 2017-2018**, which was approved by the Municipal Assembly Humacao, Puerto Rico, Special Session held on February 26, 2018.

VOTES

IN THE AFFIRMATIVE

1. Honorable Julio C. Burgos Gutiérrez
2. Honorable Olga del Moral Sánchez
3. Honorable Zayra E. Delgado Almodóvar
4. Honorable Roberto Díaz Díaz
5. Honorable Joel I. Díaz Rivera
6. Honorable José Á. González Hernández
7. Honorable Grace Napolitano Matta
8. Honorable Miguel Rodríguez Vega
9. Honorable Narciso J. Rodríguez Velázquez
10. Honorable Daniel Santiago Rojas
11. Honorable Héctor E. Sepúlveda Ramos
12. Honorable Víctor M. Velázquez Casillas
13. Honorable Ángel G. Rodríguez Medina - President

IN THE NEGATIVE

14. Honorable Alejandro Martínez Burgos
15. Honorable Nydia M. Vega Cintrón
16. Honorable Ricardo Díaz Maldonado

**ABSENT:**

None

**ABSTAIN:**

None

**CERTIFY CORRECT:**

  
**ANALIRIS CRUZ VELLÓN**  
**SECRETARY**

Official Seal

COMMONWEALTH OF PUERTO RICO  
AUTONOMOUS MUNICIPALITY OF HUMACAO  
**MUNICIPAL LEGISLATURE**  
HUMACAO, PUERTO RICO

Project Number: 38  
Resolution Number: 33

Serial 2017-2018

From Administration, presented by the honorable: Ángel G. Rodríguez Medina, Zayra E. Delgado Almodóvar, Narciso J. Rodríguez Velázquez, Miguel Rodríguez Vega, Grace Napolitano Matta, Víctor M. Velázquez Casillas, Daniel Santiago Rojas, José A. González Hernández, Julio C. Burgos Gutiérrez, Roberto Díaz Díaz, Olga del Moral Sánchez, Héctor E. Sepúlveda Ramos and Joel I. Díaz Rivera.

**“RESOLUTION TO AUTHORIZE THE MAYOR OF HUMACAO, HON. MARCELO TRUJILLO PANISSE, TO REQUEST A LOAN UNDER THE COMMUNITY DISASTER LOAN PROGRAM OF THE FEDERAL EMERGENCY MANAGEMENT AGENCY (FEMA) FOR A MAXIMUM AMOUNT OF FIVE MILLION DOLLARS (\$5,000,000.00) TO RECEIVE AND MANAGE THESE FUNDS; AND FOR OTHER PURPOSES.”**

**WHEREAS:**

Due to the effects of Hurricane María, the Municipality of Humacao is projecting substantial revenue losses necessary for the continued operations of essential government services including, but not limited to, and public safety and garbage collection services; and

**WHEREAS:**

The Federal Emergency Management Administration (F.E.M.A.), through its Community Disaster Loan Program (C.D.L. Program), makes available low interest loans to help offset substantial revenue losses until such time as recovery efforts lead to restored revenues sources; and

**WHEREAS:**

The Municipality of Humacao is interested in submitting to F.E.M.A. a consideration request for a CDL Program loan in the amount of five million dollars (\$5,000,000.00) that must be repaid no later than 5 years after the execution of the note, and will be used as revenue in support of annual budgets as permitted by the Municipality Autonomous Law, as amended (Law 81 of August 30, 1991); and

**WHEREAS:**

The described law permits local governments to accept such loan proceeds and anticipate same in support of their annual budgets; and

**WHEREAS:**

(1) The interest rate of the loan will be equal to the 5 year maturities based on the United States Treasury obligations in effect on the date the Promissory Note is executed by F.E.M.A.; (2) The loan may be forgiven under certain circumstances; and (3) Whatever portion of the

loan not forgiven will be repaid at a time when economic recovery has broadened the base of revenues in support of the budget; and

**WHEREAS:** Refraining to accept such a loan would irresponsibly forgo relief available to the residents of the Municipality of Humacao at a time when relief is critically needed;

**NOW, THEREFORE:BE IT RESOLVED,** by the Municipality of Humacao Legislature as follows:

**SECTION 1:** The Municipal Legislature of Humacao authorizes the Mayor, Hon. Marcelo Trujillo Panisse, or his authorized representative, to begin all the necessary steps to present to F.E.M.A. the formal Request for a Loan of the CDL Program for an amount not to exceed five million dollars (\$5,000,000.00).

**SECTION 2:** If F.E.M.A. approves the loan, the Municipal Legislature authorizes the Mayor to receive and administer these funds, as provided by the Community Disaster Loan Program.

**SECTION 3:** That the Mayor is hereby authorized and designated as representative of the Municipality and as such may and will provide any additional information, as required, including all the guarantees contained in the request.

**SECTION 4:** With respect to such request and receipt of funds, the Municipality of Humacao in accordance with the requirements of the Community Disaster Loan Program of F.E.M.A. shall comply with the following:

- A. A contract with F.E.M.A., in a manner and manner acceptable to the Director of the Agency, for payment of the amount requested and compliance with any other obligation required or acquired, as a condition of receiving the loan proceeds.
- B. Commit re-payment funds that the Municipality may be receiving in the future.
- C. Request an amount of funds not to exceed five million dollars (\$ 5,000,000.00).
- D. Authorize the Finance Director to create a sinking fund account that will be used to amortize the CDL service debt.
- E. Establish a payment period that does not exceed a term of five (5) years.
- F. Provide, at the discretion of the Director of F.E.M.A., any other type of guarantee that it deems appropriate.

**SECTION 5:** That the Mayor is hereby authorized to sign any contract and / or agreement with the Director of F.E.M.A. in relation to said request and is also authorized to review and obligate such funds requested pursuant to said contract and / or agreement.

**SECTION 6:** To the extent that all or any of the actions authorized by this means have been carried out and / or executed by the Mayor, all are ratified and confirmed.


**SECTION 7:** Any ordinance, resolution or any of its parts that may be in conflict with this, are hereby repealed.

**SECTION 8:** This resolution will take effect immediately once signed by the Mayor.

**SECTION 9:** Copy of this Resolution, duly approved by the Municipal Legislature of Humacao, will be sent to the Director of Finance of the Municipality of Humacao, to the Director of Legal Affairs of the Municipality of Humacao, to the authorized officials of FEMA Community Disaster Loans Program and any other agency with interference in the process.

**THIS RESOLUTION WAS APPROVED BY THE MUNICIPAL LEGISLATURE OF HUMACAO, PUERTO RICO, ON THE 26 DAY OF FEBRUARY OF 2018.**

  
Ángel G. Rodríguez Medina  
Municipality of Humacao  
Legislature President

  
Anailiris Cruz Vellón  
Municipality of Humacao  
Legislature Secretary

**APPROVED BY THE MAYOR ON THE 27 DAY OF FEBRUARY OF 2018.**

  
Marcelo Trujillo Panisse  
Mayor