

**LONDONDERRY TOWNSHIP
DAUPHIN COUNTY, PENNSYLVANIA
RESOLUTION NO. 2026-23**

**A RESOLUTION OF THE BOARD OF SUPERVISORS OF LONDONDERRY TOWNSHIP
AUTHORIZING THE EARLY PAYOFF OF THE UNITED STATES DEPARTMENT OF
AGRICULTURE (USDA) FIRE STATION MORTGAGE**

WHEREAS, the Londonderry Township Board of Supervisors is adopting this Resolution pursuant to its statutory authority under the Second Class Township, including but not limited to 53 P.S. § 66803 relating to the authority to appropriate monies for the construction, repair and maintenance of fire company houses in the municipality; and

WHEREAS, Londonderry Township Fire Company No. 1 of Londonderry Township, which is the voluntary fire company providing services for the benefit of the Township and its residents, entered into a mortgage loan with the United States Department of Agriculture (USDA) Rural Development for the construction of the Township Fire Station on March 28, 2008, as reflected in a Mortgage of the same date recorded in the Dauphin County Recorder of Deeds Office on March 31, 2008, at Instrument Number 20080011179 (the "USDA Fire Station Mortgage") for which the Township had been providing funding for payment of such debt; and

WHEREAS, the original maturity date of the USDA Fire Station Mortgage is March 28, 2048; and

WHEREAS, the annual debt service payment on the USDA Fire Station Mortgage is \$49,799.00; and

WHEREAS, according to the Fire Company's 2025 U.S. Form 1098, *Mortgage Interest Statement*, the outstanding principal balance of the USDA Fire Station Mortgage is \$613,649.90; and

WHEREAS, if the mortgage remains outstanding through its scheduled maturity, the Township is expected to incur approximately \$485,255.82 in future interest expense beginning January 1, 2027, through the remaining life of the loan; and

WHEREAS, the Board of Supervisors has previously reviewed the financial condition of the Township's Debt Service Fund and has determined that sufficient funds are available to retire the outstanding mortgage without adversely impacting the Township's current or anticipated financial operations; and

WHEREAS, the Board of Supervisors, having confirmed through the Finance Director that there is no prepayment penalty, finds that paying off the USDA Fire Station Mortgage in advance of its scheduled maturity will eliminate future interest costs, reduce long-term liabilities, strengthen the Township's financial position, and provide substantial savings to the Township's taxpayers.

NOW, THEREFORE, BE IT RESOLVED, by the Board of Supervisors of Londonderry Township, Dauphin County, Pennsylvania, as follows:

Section 1.

The Board of Supervisors hereby authorizes payment as soon as practicable from the debt service account of the full payoff amount of the USDA Fire Station Mortgage in the approximate amount of \$613,649.90, together with any accrued interest, fees, or other amounts required to satisfy the loan in full as of the payoff date.

Section 2.

The Township Manager and Finance Director are authorized and directed to:

- * Obtain an official payoff statement from USDA Rural Development;
- * Execute any documents necessary to satisfy and release the mortgage;
- * Disburse Township funds necessary to complete the payoff;
- * Coordinate the recording of the mortgage satisfaction; and
- * Take all other actions necessary to effectuate the intent of this Resolution.

Section 3.

The Township Finance Director is authorized to make any necessary accounting entries and budgetary adjustments associated with the payoff of the mortgage.

Section 4.

The Board of Supervisors recognizes that retiring this debt approximately 22 years prior to its scheduled maturity is expected to avoid approximately \$485,255.82 in future interest expense while eliminating an annual debt service obligation of \$49,799.00, thereby improving the Township's long-term financial flexibility.

Section 5.

This Resolution shall take effect immediately upon its adoption.

DULY ADOPTED this 3rd day of August, 2026, by the Board of Supervisors of Londonderry Township, Dauphin County, Pennsylvania, at a public meeting.

**LONDONDERRY TOWNSHIP
BOARD OF SUPERVISORS**

Attest:

BY: Signature on file
Secretary – Bart Shellenhamer

BY: Signature on file
Chair – Michael Geyer