

RESOLUTION 2015-04-406

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WHITE SALMON,
WASHINGTON, AUTHORIZING INTERFUND LOAN REPAYMENT FROM THE
WATER FUND TO THE GENERAL GOVERNMENT RESERVE FUND**

WHEREAS, the City of White Salmon has received a USDA Rural Development loan for the water portion of the 2014 Tohomish and Snohomish Project requiring a contribution of \$215,000; and

WHEREAS, the City adopted Resolution 2014-06-384 authorizing an interfund loan from the Wastewater Reserve Fund to the Water Fund; and,

WHEREAS, the delay of the project, other contractual requirements for the USDA Loan and the need for Wastewater Reserves to be spent on the Waubish Lift Station project trigger the need to change to the start date of the loan and the fund which the loan is being made from.

**NOW THEREFORE, THE CITY COUNCIL OF THE CITY OF WHITE SALMON,
WASHINGTON, DOES RESOLVE AS FOLLOWS:**

Section 1. Amount of Interfund Loan

The General Government Reserve Fund has loaned the Water Construction Fund \$90,000 related to the 2014 Tohomish and Snohomish Project.

Section 2. Repayment and interest calculations are as follows.

The Water Fund will pay the General Government Reserve Fund principal and interest through 2020. The interest is based on the interest rate calculation set in the General Government Reserve Fund. The current rate of return for the Local Government Investment Pool (LGIP) continues to be under .5%. The code states that the rate shall be 2 percentage points above the LGIP rate. Therefore the rate of 2.5% is determined to be the interest rate for the loan.

Section 3. The repayment schedule is as stated in Attachment A:

ADOPTED by the Council of the City of White Salmon, Washington. Dated this 1st day of April, 2015.

CITY OF WHITE SALMON, WASHINGTON


David Poucher, Mayor

ATTEST:


Leana Johnson, Clerk-Treasurer

APPROVED AS TO FORM:


Kenneth Woodrich, City Attorney

Resolution 2015-04-406 Attachment A

Interest Rate	Year	Beg. Bal.	Principal Added	Interest Earned	Interest Paid	Principal Paid	Total		End. Bal.
							Payment	Payment	
2.50%	2015	-	90,000.00	2,250.00	-	-	-	-	92,250.00
2.50%	2016	92,250.00	-	2,306.25	2,000.00	18,000.00	20,000.00	20,000.00	74,556.25
2.50%	2017	74,556.25	-	1,863.91	2,000.00	18,000.00	20,000.00	20,000.00	56,420.16
2.50%	2018	56,420.16	-	1,410.50	2,000.00	18,000.00	20,000.00	20,000.00	37,830.66
2.50%	2019	37,830.66	-	945.77	2,000.00	18,000.00	20,000.00	20,000.00	18,776.43
2.50%	2020	18,776.43	-	469.41	1,245.84	18,000.00	19,245.84	19,245.84	-
Totals			90,000.00	9,245.84	9,245.84	90,000.00	99,245.84	99,245.84	