

**RESOLUTION 2015-09-422**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WHITE SALMON,  
WASHINGTON, AUTHORIZING INTERFUND LOAN REPAYMENT FROM THE  
WATER CONSTRUCTION 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 at least 5% of the \$405,000 be spent prior to closing the loan; and

**WHEREAS**, the closing of the bond has been delayed until October 1<sup>st</sup>, leaving the balance in the Water Construction Fund negative after the pay estimates are paid; and,

**WHEREAS**, the Construction fund is in need of a temporary loan from September until October when the bond closes.

**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 \$230,000 related to the 2014 Tohomish and Snohomish Project.

**Section 2. Repayment and interest calculations are as follows.**

The Water Construction Fund will pay the General Government Reserve Fund principal and interest through October of 2015. 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 16<sup>th</sup> day of September, 2015.


**CITY OF WHITE SALMON, WASHINGTON**

  
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David Poucher, Mayor

**ATTEST:**

  
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Leana Johnson, Clerk-Treasurer

**APPROVED AS TO FORM:**

  
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Kenneth Woodrich, City Attorney

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**Resolution 2015-09-422 Attachment A**

Interest Rate	Year	Beg. Bal.	Principal Added	Interest Earned (September)	Interest Paid	Principal Paid	Total Payment
2.50%	2015	-	230,000.00	479.17	479.17	230,000.00	230,479.17
<b>Totals</b>			230,000.00	479.17	479.17	230,000.00	230,479.17