

RESOLUTION 2019-010-492

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WHITE SALMON,
WASHINGTON, AUTHORIZING INTERFUND LOAN FROM GENERAL FUND
RESERVE TO USDA RURAL DEVELOPMENT JEWETT WATER MAIN
IMPROVEMENTS**

WHEREAS, the City of White Salmon USDA Rural Development Jewett Water Main Improvements fund is a project that is funded through a loan with USDA Rural Development and requires interim bank financing; and

WHEREAS, the City Council has approved interim bank financing; and

WHEREAS, due to the delay in receiving interim loan funds, a short-term interfund loan is needed to provide cash flow for initial expenses related to the Jewett Water Main Improvements project; and.

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

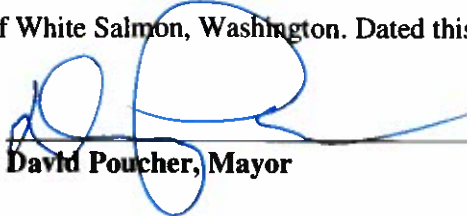
Section 1. Amount of Interfund Loan

The General Fund Reserve will loan \$100,000 to the UDA Rural Development Jewett Water Main Improvements fund. The interfund loan is to be repaid by December 31, 2019.

Section 2. Repayment and interest calculations are as follows.

The USDA Rural Development Jewett Water Main Improvements fund will pay the General Fund Reserve principal and interest no later than December 31, 2019. The interest is based on the interest of return for the Local Government Investment Pool. The current gross earnings rate for the Local Government Investment Pool is 2.4995% as of 8/31/2019. Therefore, the rate of 2.4995% is the interest rate of the loan. The amount of interest to be repaid is the annual amount of \$2,499.50 prorated for three months for a total interest payment of \$624.87.

ADOPTED by the Council of the City of White Salmon, Washington. Dated this 2nd day of October, 2019.



David Poucher, Mayor

ATTEST:



Jan Brending, Clerk Treasurer

APPROVED AS TO FORM:

Kenneth Woodrich, City Attorney