

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF REDMOND, WASHINGTON, PROVIDING FOR THE EXTENSION OF AN INTERFUND LOAN FOR LOCAL IMPROVEMENT DISTRICT NO. 88-ST-53 PENDING THE RECEIPT OF THE PROCEEDS OF THE LOCAL IMPROVEMENT DISTRICT BONDS AUTHORIZED TO BE ISSUED BY ORDINANCE NO. 1444

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WHEREAS, by passage of Resolution No. 788 on February 7, 1989, the City Council authorized an interfund loan maturing on September 1, 1989, to repay the bond anticipation notes for L.I.D. 88-ST-53, and

WHEREAS, the interfund loan must be renewed due to an unanticipated delay in completion of purchase of required right-of-way, and

WHEREAS, the City Council deems it to be in the best interest of the City, that the City renew a loan in the amount of four hundred seventy-five thousand dollars (\$475,000) from the Real Estate Excise Tax Fund to the L.I.D. 88-ST-53 Fund for a period of four months, commencing September 1, 1989, at an annual interest rate of 8.8% in order to provide funds with which to pay a part of the cost of carrying out the improvements ordered in the District, and

WHEREAS, based upon information provided by the Finance Department, the City Council finds that the loan will not interfere with required current and anticipated expenditures from the Real Estate Excise Tax Fund, that the interest rate will result in earnings equal to that of other available investments and that the interfund loan will reduce costs to the LID Fund as compared to an outside borrowing, now, therefore,

THE CITY COUNCIL OF THE CITY OF REDMOND, WASHINGTON, HEREBY RESOLVES AS FOLLOWS:

Section 1. Renew an interfund loan in the amount of \$475,000 from the Real Estate Excise Tax Fund to the LID 88-ST-53 Fund commencing September 1, 1989, to be repaid in full on or before the expiration of four months at an annual interest rate of 8.8%, is hereby authorized.

Section 2. The Finance Director is instructed to make the necessary transfer of funds and to maintain appropriate accounting records required to reflect the balance of the loan payable and receivable in the affected funds.

RESOLVED this 5th day of September, 1989.

APPROVED:

*Doreen Marchione*  
MAYOR, DOREEN MARCHIONE

ATTEST/AUTHENTICATED:

*Doris A. Schauble*  
CITY CLERK, DORIS A. SCHAIBLE

APPROVED AS TO FORM:  
OFFICE OF THE CITY ATTORNEY

By N/A

FILED WITH THE CITY CLERK: 8/31/89  
PASSED BY THE CITY COUNCIL: 9/5/89  
PUBLISHED:  
EFFECTIVE DATE:  
RESOLUTION NO.: 804

EXHIBIT 1

REAL ESTATE EXCISE TAX FUND  
1989 CASH FLOW STATEMENT

Cash and Investments 8/1/89	1,764,576
Estimated Revenue Remaining to Collect	48,860
Loan Maturing 9/1/89	475,000
Interest - 6 Months at 8.8%	<u>20,900</u>
Cash and Investments	2,309,336
Less: Expenditures	<u>(40,000)</u>
Ending Cash Before Loan	2,269,336
Loan to L.I.D. 88-ST-53	<u>(475,000)</u>
(Interest - 4 Months at 8.8%)	
Balance Available	1,794,336
Repayment of Loan plus Accrued Interest 12/31/89	<u>488,933</u>
Ending Cash*	<u>2,283,269</u>

\*Cash in the Real Estate Excise Tax Fund is dedicated to the CIP and transferred on an as-needed basis.

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