

RESOLUTION NO. 827

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF REDMOND, WASHINGTON, PROVIDING FOR AN INTERFUND LOAN FOR PARK ACQUISITION AND RENOVATION PENDING THE RECEIPT OF THE PROCEEDS OF UNLIMITED GENERAL OBLIGATION BONDS AUTHORIZED BY VOTERS ON NOVEMBER 7, 1989

WHEREAS, voters approved Proposition #1 on November 7, 1989 authorizing the sale of \$4.87 million (\$4,870,000) for the purpose of Park Acquisition and Renovation,

WHEREAS, the City Council deems it to be in the best interest of the City, that the City authorize an interim loan in the amount of six hundred thousand dollars (\$600,000) from the Real Estate Excise Tax Fund to the Park Acquisition and Renovation Fund for a period of four months, commencing March 1, 1990, at an annual interest rate of 8.3% in order to provide funds with which to pay a part of the cost of carrying out the projects approved by the voters on November 7, 1989, and until such time that general obligation bonds will be issued.

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 L.I.D. Fund as compared to an outside borrowing, now, therefore,

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

Section 1. Approve an interfund loan in the amount of

\$600,000 from the Real Estate Excise Tax Fund to the Park Acquisition and Renovation Fund commencing March 1, 1990, to be repaid in full on or before the expiration of four months at an annual interest rate of 8.3%, 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 20th day of February, 1990.

APPROVED:


MAYOR, DOREEN MARCHIONE

ATTEST/AUTHENTICATED:


CITY CLERK, DORIS A. SCHAIBLE

APPROVED AS TO FORM:
OFFICE OF THE CITY ATTORNEY

By N/A

FILED WITH THE CITY CLERK: 2-15-90
PASSED BY THE CITY COUNCIL: 2-20-90
RESOLUTION NO.: 827

EXHIBIT I

REAL ESTATE EXCISE TAX FUND
1990 CASH FLOW STATEMENT

Cash 1/1/90	2,700,890
Estimated Revenue	550,000
Estimated Expenditures	<u>-1,125,740</u>
Ending Cash on Hand	2,125,150
Interim Financing - Interfund Loans	
Park Bond Projects	-600,000
Park M & O Levy*	-110,000
Leary Way LID*	<u>-400,000</u>
Balance	1,415,150
Repayment of loans	
Park Bond - 4 months	600,000
Park M & O - 3 months	110,000
Loan Interest @ 8.3%**	<u>18,883</u>
Cash 12/31/90	<u><u>2,144,033</u></u>

* These loans are presented on other resolutions.

**Interest is based on the State Pool rate.