

RESOLUTION NO. 889

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF REDMOND, WASHINGTON, PROVIDING FOR AN INCREASE OF THE INTERFUND LOAN FOR LOCAL IMPROVEMENT DISTRICT NO. 89-ST-54 FROM \$633,200 TO \$1,000,000 FOR A PERIOD OF ONE YEAR COMMENCING MARCH 1, 1992 PENDING THE RECEIPT OF THE PROCEEDS OF THE LOCAL IMPROVEMENT DISTRICT BONDS AUTHORIZED TO BE ISSUED BY ORDINANCE NO. 1511

WHEREAS, by passage of Ordinance No. 1511 on September 5, 1989, the City Council authorized formation of L.I.D. 89-ST-54, and sale of bond anticipation notes of \$1,100,000;

WHEREAS, on February 20, 1990, the City Council authorized an interim loan in the amount of four hundred thousand dollars (\$400,000) from the Real Estate Excise Tax Fund to the L.I.D. 89-ST-54 Fund for a period of one year 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 improvements ordered in the District;

WHEREAS, on February 19, 1991 the City Council authorized an increase in the interim loan from \$400,000 to \$633,200 from the Real Estate Excise Tax Fund to L.I.D. 89-ST-54 (Leary Way Widening) for a period of one year commencing March 1, 1991, at an annual interest rate of 7.6% with which to pay for preliminary planning, design work and the initial phase of construction;

WHEREAS, the City Council deems it to be in the best interest of the City, that the City increase the loan outstanding from \$633,200 to \$1,000,000 from the Real Estate Excise Tax Fund

to L.I.D. 89-ST-54 (Leary Way Widening) for a period of one year commencing March 1, 1992, at an annual interest rate of 5.34% in order to provide additional funds with which to pay for the construction costs;

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 the 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. Authorize an interfund loan in the amount of \$1,000,000 from the Real Estate Excise Tax Fund to the L.I.D. 89-ST-54 Fund commencing March 1, 1992, to be repaid in full on or before the expiration of one year at an annual interest rate of 5.34%, 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 4th day of February, 1992.

APPROVED:


MAYOR, ROSEMARIE IVES

ATTEST/AUTHENTICATED:

Doris A. Schaible
CITY CLERK, DORIS A. SCHAIBLE

APPROVED AS TO FORM:
OFFICE OF THE CITY ATTORNEY

BY [Signature]

FILED WITH THE CITY CLERK:	January 28, 1992
PASSED BY THE CITY COUNCIL:	February 4, 1992
PUBLISHED:	not applicable
EFFECTIVE DATE:	february 4, 1992
RESOLUTION NO.:	<u>889</u>

EXHIBIT I

REAL ESTATE EXCISE TAX FUND
1992 CASH FLOW STATEMENT

Cash 1/1/92	3,240,392
Estimated Revenue	1,500,000
Estimated Expenditures	<u>-2,000,000</u>
Ending Cash on Hand	
Before Additional Interfund Loan	2,740,392
Interim Financing - Interfund Loan	
Increase Leary Way LID loan from	
\$633,200 to \$1,000,000	<u>-366,800</u>
Estimated Ending Cash Balance 12/31/92	<u><u>2,373,592</u></u>