

RESOLUTION NO. 894

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF REDMOND, WASHINGTON PROVIDING FOR AN INTERFUND LOAN FOR EXPENDITURES FOR PROPOSED L.I.D. NO. 91-OW-55 PENDING FORMATION OF SUCH LOCAL IMPROVEMENT DISTRICT AND RECEIPT OF ANY LOCAL IMPROVEMENT DISTRICT BONDS OR OTHER OBLIGATIONS AUTHORIZED TO BE ISSUED BY SUCH LOCAL IMPROVEMENT DISTRICT

WHEREAS, the City of Redmond (the "City") intends to undertake a project commonly known as the S.E. Redmond Reservoir Project (the "Project"), and to finance the Project through the formation of a local improvement district to be known as "L.I.D. No. 91-OW-55" and through the issuance of local improvement district bonds or other obligations authorized to be issued by such local improvement district, and

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 five hundred thousand dollars (\$500,000) from the Water/Sewer General Construction Fund of the Waterworks Utility of the City to the L.I.D. 91-OW-55 Fund (the "LID Fund") for a period of one year commencing March 15, 1992, at an annual interest rate of 4.7% in order to provide funds with which to pay a part of the costs of carrying out the activities necessary or useful to the formation of the proposed local improvement district and carrying out improvements included in the Project, and

WHEREAS, based upon information provided by the Finance Department, the City Council finds that the loan will not

interfere with the required current and anticipated expenditures from the Water/Sewer General Construction 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 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. An interfund loan in the amount of \$500,000 from the Water/Sewer General Construction Fund to the LID Fund commencing March 15, 1992, to be repaid in full on or before the expiration of March 15, 1993, at an annual interest rate of 4.7%, 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 3rd day of March, 1992.

APPROVED:



ROSEMARIE IVES, MAYOR

ATTEST/AUTHENTICATED:



CITY CLERK, DORIS A. SCHAIBLE

FILED WITH THE CITY CLERK: 2-25-92
PASSED BY THE CITY COUNCIL: 3-3-92
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Exhibit 1

Water/Sewer General Construction Fund
1992 Cash Flow Statement

Cash as of 1/1/92	\$ 1,337,710
Plus Estimated 1992 Revenues	2,225,253
Less Estimated 1992 Expenditures	<u>- 1,445,000</u>
Estimated Ending Cash	2,117,963
Less Interfund Loan to LID 55	<u>- 523,500</u>
Adjusted Ending Cash Estimate	<u>\$ 1,594,463</u>