

RESOLUTION NO. 366

**A RESOLUTION OF THE CITY OF SHORELINE, WASHINGTON, AUTHORIZING AN INTERFUND LOAN TO THE GENERAL FUND FOR THE BRUGGER'S BOG MAINTENANCE FACILITY DEBT SERVICE IN AN AMOUNT NOT TO EXCEED \$600,000 WITH INTEREST CHARGES THROUGH DECEMBER 31, 2018.**

**WHEREAS**, the City Council approved Ordinance No. 678 on November 25, 2013 adopting the 2014 Budget; and

**WHEREAS**, the 2014 Budget includes an appropriation for North (Brugger's Bog) Maintenance Facility debt service; and

**WHEREAS**, the Surface Water Maintenance Fund is paying the debt service for the first several years; and

**WHEREAS**, the General Fund would normally be responsible for the debt service payments; and

**WHEREAS**, this creates a debt owed by the General Fund to the Surface Water Maintenance Fund; and

**WHEREAS**, an interfund loan is needed from the Surface Water Fund in order to finance the debt service payments during the first several years of the debt; and

**WHEREAS**, the cash and investment balance in the Surface Water Fund at the end of 2013 was over \$3,100,000 and the Surface Water Fund has the capacity to make the interfund loan; now therefore

**THE CITY COUNCIL OF THE CITY OF SHORELINE, WASHINGTON, HEREBY RESOLVES:**

**Section 1.** The Surface Water Maintenance Fund is authorized to loan to the General Fund an amount up to \$600,000. The balance at December 31, 2014 is expected to be less than \$120,000.

**Section 2.** The loan amount will be assessed an annual interest rate of 0.22% beginning on January 1, 2014. Interest charges will be assessed based on the loan balance at the end of each month and are not expected to exceed \$300 as of December 31, 2014.

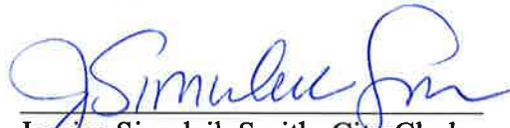
**Section 3.** The Administrative Services Department shall reset the interest rate in each succeeding calendar year based on the weighted average interest rate on the City's invested cash balances as of June 30<sup>th</sup> of each year.

**ORIGINAL**

**ADOPTED BY THE CITY COUNCIL ON NOVEMBER 10, 2014.**

  
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Shari Winstead, Mayor

**ATTEST:**

  
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Jessica Simulcik Smith, City Clerk