

RESOLUTION NO. 2015-010

**A RESOLUTION OF THE CITY OF BINGEN
AUTHORIZING INTERFUND LOAN TO THE WATER CONSTRUCTION AND
MAINTENANCE FUND FROM THE SEWER CONSTRUCTION AND MAINTENANCE
FUND IN THE AMOUNT OF \$400,000 AND SETTING REPAYMENT AND INTEREST
CALCULATIONS**

WHEREAS, the City of Bingen currently has a Drinking Water State Revolving Loan Fund loan in the amount of \$559,944; and

WHEREAS, the City of Bingen has entered into a contract with Crestline Construction in the amount of \$400,338.60; and

WHEREAS, the City of Bingen has determined that the timeframe for receiving funds from the loan does not meet the timeline for making payments to Crestline Construction; and

WHEREAS, the City has determined that an interfund loan from the Sewer Construction and Maintenance Fund up to the amount of \$400,000 is the most appropriate method for supplying the Water Construction and Maintenance Fund short term funding until the City receives loan funds from the Drinking Water State Revolving Loan Fund; and

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF BINGEN,
WASHINGTON DO RESOLVE AS FOLLOWS:**

Section 1. Amount of Interfund Loans

The Sewer Construction and Maintenance Fund will loan the Water Construction and Maintenance Fund up to \$400,000 dollars depending on the need of the Water Construction and Maintenance Fund.

Section 2. Repayment and interest calculations.

A. The Water Construction and Maintenance Fund will repay the principal of the interfund loan plus interest by December 31, 2015.

B. The Water Fund will pay 0.1742% interest, based on the State of Washington Local Government Investment Pool Anticipated Gross Earnings Rate as of June 30, 2015 to the lending fund.

C. The maximum repayment schedule shall be as follows:

Year	Principal Balance	Principal Payment	Interest Payment	Total Payment
2015	\$400,000.00	\$400,000.00	\$696.80	\$400,696.80
Total	\$400,000.00	\$400,000.00	\$696.80	\$400,696.80

ADOPTED by the City Council of the City of Bingen, Washington, and APPROVED by its Mayor, at a regularly scheduled open public meeting thereof this 7th day of July, 2015.



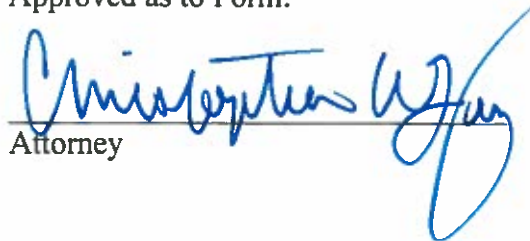
Mayor

Attest:



City Clerk – Treasurer

Approved as to Form:



Attorney