RESOLUTION NO. 766

A RESOLUTION AUTHORIZING AN INTERFUND LOAN OF $250,000 FROM THE SEWER CONSTRUCTION RESERVE FUND TO THE PARKS DEVELOPMENT FUND.

WHEREAS, the City wishes to provide adequate parks and green space for the citizens of Canby; and,

WHEREAS, the City has an opportunity to purchase real property from the State of Oregon to be used as park property; and,

WHEREAS, the purchase of the property will allow the City to acquire by way of donation from the Oregon State Department of Parks and Recreation an additional 78 acres also to be utilized as park property; and,
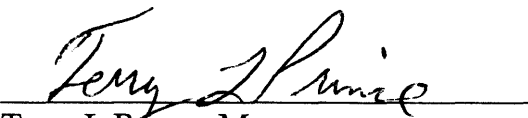
WHEREAS, resources are available in the Sewer Construction Reserve Fund and ORS 294.460 permits short-term interfund loans,

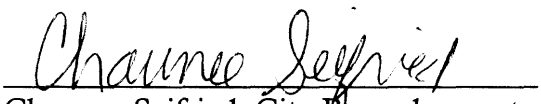NOW THEREFORE, THE CITY OF CANBY RESOLVES AS FOLLOWS:

Section 1: The Council authorizes a loan from the Sewer Construction Reserve Fund (318-318-432-7340) to the Parks Development Fund (215-215-455-7631) in the amount of $250,000. The loan is to bear interest charges at the Local Government Investment Pool earnings rate (approximately 3.1% in October 2001) but not to exceed 5%. The principal portion of the loan is to be repaid within five fiscal years, beginning in 2001-02. Repayment of the loan will be budgeted as a use of funds in the Parks Development Fund and a source of funds in the Sewer Construction Reserve Fund in each of the next five years.

THIS RESOLUTION will be effective October 17, 2001.

ADOPTED by City Council of the City of Canby at a regular meeting thereof this 17th day of October, 2001, and filed with Canby City Recorder this same date.

Terry L Prince, Mayor

ATTEST:

Chaunee Seifried, City Recorder pro tem

Debt Service Schedule – Interfund Loan
$250,000 at 3.1% assumed interest rate
Five year repayment beginning in 2002-03

Fiscal Year	Payment Amount	Principal	Interest	Balance
2002-03	$ 54,040	$ 46,953	$ 7,087	$ 203,047
2003-04	54,040	48,429	5,611	154,618
2004-05	54,040	49,952	4,088	104,666
2005-06	54,040	51,523	2,517	53,143
2006-07	54,040	53,143	897	0
Totals	$270,200	$250,000	$20,200	