

**A RESOLUTION AUTHORIZING AN INTERFUND)
 LOAN AND BUDGET APPROPRIATION FOR)
 THE CANAL UNDERDRAIN PROJECT)**

RESOLUTION NO. 2018-30

WHEREAS, Council approved a \$669,772 change order to the canal underdrain project and accepted the staff report that to do so would require borrowing money from another fund; and

WHEREAS, ORS 294.468 allows loans from one fund to another; commingling cash balances of funds. states (1) It shall be lawful to loan money from any fund to any other fund of the municipal corporation whenever the loan is authorized by official resolution or ordinance of the governing body; and

WHEREAS, ORS 294.463 permits transfers of appropriations from one fund to another.

NOW, THEREFORE, BE IT RESOLVED:

Section 1. The Council of the City of Lebanon herein authorizes a capital interfund loan of \$400,000, with a 2.25% interest rate, payable over 10 years, from Street Improvement SDC fund 882 to the Storm Drain Utility fund 450 for the construction of the canal underdrain with the payment schedule below:

Year	Payment	Principle	Interest	Outstanding Principle
1	\$46,000.00	\$37,000.00	\$9,000.00	\$363,000.00
2	\$46,000.00	\$37,832.50	\$8,167.50	\$325,167.50
3	\$46,000.00	\$38,683.73	\$7,316.27	\$286,483.77
4	\$46,000.00	\$39,554.12	\$6,445.88	\$246,929.65
5	\$46,000.00	\$40,444.08	\$5,555.92	\$206,485.57
6	\$46,000.00	\$41,354.07	\$4,645.93	\$165,131.50
7	\$46,000.00	\$42,284.54	\$3,715.46	\$122,846.96
8	\$46,000.00	\$43,235.94	\$2,764.06	\$79,611.02
9	\$46,000.00	\$44,208.75	\$1,791.25	\$35,402.27
10	\$36,198.82	\$35,402.27	\$796.55	\$0.00
	\$450,198.82	\$400,000.00	\$50,198.82	

Section 2. The interfund loan may be prepaid in whole or in part before the maturity date of the loan, without penalty. In addition, the repayment schedule may be revised to reflect any prepayments, provided that in all such cases such revised schedule shall provide for repayment of the loan over a maximum term of ten years.

Section 3. The Council of the City of Lebanon herein authorizes a transfer of appropriations from the Street Improvement SDC fund 882 to the Storm Drain Utility fund 450 to appropriation the funds of the above mentioned interfund loan as follows:

Street Improvement SDC fund

	Existing	Changes	Adjusted
Capital Outlay	3,000,000	(400,000)	2,600,000
Transfers Out	8,452	400,000	408,452
Total	3,008,452	-	3,008,452

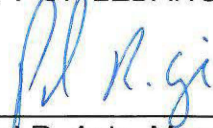
Storm Drain Utility fund

	Existing	Changes	Adjusted
Capital Outlay	535,000	400,000	935,000

Section 4. This Resolution is effective immediately upon its passage.

Passed by the Lebanon City Council and executed by the Mayor on this 12th day of September 2018 by a vote of 5 yeas and 0 nays.

CITY OF LEBANON, OREGON



Paul R. Aziz, Mayor
Bob Elliott, Council President

ATTESTED BY:



Linda Kaser, City Clerk