

**CITY OF MARYSVILLE AGENDA BILL**

**EXECUTIVE SUMMARY FOR ACTION**

**CITY COUNCIL MEETING DATE: 1/22/2018**

<b>AGENDA ITEM:</b>	
A RESOLUTION OF THE CITY OF MARYSVILLE AUTHORIZING A \$1,445,500.00 INTERFUND LOAN FROM THE SOLID WASTE MANAGEMENT FUND 410 TO THE PARKS CAPITAL IMPROVEMENT FUND 310, AND PROVIDING FOR PAYMENT AND A FORMULA FOR PAYMENT OF INTEREST.	
<b>PREPARED BY:</b>	<b>DIRECTOR APPROVAL:</b>
Sandy Langdon, Finance Director	
<b>DEPARTMENT:</b>	
Finance	
<b>ATTACHMENTS:</b>	
Proposed Resolution	
<b>BUDGET CODE:</b>	<b>AMOUNT:</b>
<b>SUMMARY:</b>	

An interfund loan has been proposed to fund the purchase of the opera house. An interfund loan will be from the Solid Waste Management Fund for a period of not more than 30 years.

The opera house rental budget will be used to make annual payments, including interest to repay the interfund loan.

<b>RECOMMENDED ACTION:</b> Staff recommends council approve the resolution authorizing a \$1,445,500.00 interfund loan from the Solid Waste Management Fund 410 to the Parks Capital Improvement Fund 310, and providing for payment and a formula for payment of interest.
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CITY OF MARYSVILLE  
Marysville, Washington

RESOLUTION NO. \_\_\_\_\_

**A RESOLUTION OF THE CITY OF MARYSVILLE AUTHORIZING A  
\$1,445,500.00 INTERFUND LOAN FROM THE SOLID WASTE  
MANAGEMENT FUND 410 TO THE PARKS CAPITAL IMPROVEMENT  
FUND 310, AND PROVIDING FOR PAYMENT AND A FORMULA FOR  
PAYMENT OF INTEREST.**

WHEREAS, the City Council determined to seek long-term financing to purchase property for park, culture, and recreational purposes; and

WHEREAS, parks, culture, and recreation enhance the public welfare and quality of life for Marysville residents; and

WHEREAS, the City's ability to offer cultural and recreational opportunities to its residents will be further enhanced by the purchase of the Marysville Opera House; and

WHEREAS, the City has an immediate need for financing the purchase of the Marysville Opera House; and

WHEREAS, Solid Waste Management Fund 410 the is able to loan the funds and will not require the loaned funds during the loan period; and

WHEREAS, interest on the interfund loan is subject to interest imposed at a rate as set forth by the Local Government Investment Pool; and

WHEREAS, the Park Capital Improvement Fund 310 is obtaining funding by grants and/or internal allocation of funds and will have the ability to repay the interfund loan and interest; and

WHEREAS, establishing an interfund loan from the Solid Waste Management Fund 410 to the Park Capital Improvement Fund 310 is necessary and in the public interest.

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MARYSVILLE, WASHINGTON AS FOLLOWS:

Section 1. Loan.

There is established an interfund loan in the amount of \$1,445,500.00 from the Solid Waste Management Fund 410 to the Park Capital Improvement Fund 310.

Section 2. Interest.

A. The initial interest on said loan shall be set at the rate of 0.90% as set by the Local Government Investment Pool (LGIP) Anticipated Gross Earnings Rate average of December 2016 to November 2017. Found on the following web site.

<http://www.tre.wa.gov/LGIP/lgipsumm.htm#rate>

B. The interest rate shall be reviewed and possibly adjusted annually on the last day of the year as set by the Local Government Investment Pool (LGIP) Anticipated Gross Earnings Rate. Found on the following web site.

<http://www.tre.wa.gov/LGIP/lgipsumm.htm#rate>

Section 3. Repayment.

The Loan shall be repaid with interest from the Parks Capital Improvement Fund 310 to the Solid Waste Management Fund 410 on or before 30 years from the date of this resolution.

Section 4. Severability.

If any section, sentence, clause or phrase of this resolution should be held invalid or unconstitutional by a court of competent jurisdiction, such invalidity or unconstitutionality shall not affect the validity or constitutionality of any other section, sentence, clause or phrase of this resolution.

Section 5. Effective Date.

This resolution shall take effect immediately upon passage by the Marysville City Council.

PASSED by the City Council and APPROVED by the Mayor this \_\_\_\_\_ day of \_\_\_\_\_, 2018.

CITY OF MARYSVILLE

By \_\_\_\_\_  
Jon Nehring, MAYOR

Attest:

By \_\_\_\_\_  
CITY CLERK

Approved as to form:

By \_\_\_\_\_  
Jon Walker, CITY ATTORNEY