

RESOLUTION NO. 2022-43

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
ESCONDIDO, CALIFORNIA, AUTHORIZING A BUDGET
ADJUSTMENT AND TRANSFER OF FUNDS FROM THE
PUBLIC FACILITIES FUND TO THE CITY DRAINAGE FUND.

WHEREAS, the City of Escondido ("City") entered into a Drainage Facilities Improvement and Reimbursement Agreement dated February 12, 2003; and

WHEREAS, the City has an obligation to repay the Developer (Newport Properties, LLC now Citrus Ave. Partners LLC) that completed the upsizing of the City storm drain system as requested to comply with the City Master Drainage Plan; and

WHEREAS, in order to fulfill its obligation to reimburse the Developer at a reduced interest rate, a loan of funds from the Public Facilities Fund to the City Drainage Fund in the amount of \$378,839.61 is recommended.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Escondido, California:

1. That the above recitations are true.
2. To facilitate payment to the Developer a budget adjustment and Transfer of Funds from the Public Facilities Fund to the City Drainage Fund in the amount of Three Hundred Seventy-Eight Thousand Eight Hundred Thirty-Nine Dollars and Sixty-One Cents (\$378,839.61) is approved.
3. That the City Drainage Fund will repay this amount plus interest to the Public Facilities Fund over a ten-year period at a rate equivalent to the City's calculated investment portfolio monthly yield. Commencing on June 30, 2022, the first payment will include only interest at a rate equivalent to the City's calculated investment portfolio yield as of June 30, 2022. Subsequent annual repayments shall include the principal and interest as described above and will commence on June 30, 2023.