

**RESOLUTION NO. 22 FOR 2023**

**A RESOLUTION FORGIVING THE INTERUND LOAN FROM THE BUILDING RESERVE FUND TO THE WATER DEPRECIATION FUND.**

WHEREAS, ORS 294.468 allows municipal organizations to transfer funds between funds for the purpose of capital loans, and;

WHEREAS, in Resolution No. 19 for 2018, a resolution was passed setting up an interfund loan for \$800,000 at an interest rate of 2.5% to be repaid for ten (10) years with a final payment in 2028.

WHEREAS, the City Council has determined it is in the best interest of the City to forgive the remaining balance identified in the 2021 Financial Statements of the interfund loan to the Water Deprecation Fund, now currently the Water Fund, from the Building Reserve Fund, now currently the General Fund.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SWEET HOME OREGON THAT:**

**Section 1.** The above recitals are hereby incorporated as findings.

**Section 2.** The remaining principal balance is hereby forgiven, and interest charges will cease.

This resolution shall become effective immediately upon passage by the City Council and signature of the Mayor.

PASSED by the Council and approved by the Mayor, this 19<sup>th</sup> day of September 2023

---

Mayor

ATTEST:

---

City Manager – Ex Officio City Recorder