

Resolution No. 28 for 2020

A RESOLUTION AUTHORIZING AN INTERFUND TRANSFER FOR CAPITAL PROJECT.

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

WHEREAS, an interfund loan made for the purpose of a capital project must be repaid within ten (10) years of its authorization, and;

WHEREAS, the City of Sweet Home has authorized the purchase of a street sweeper to replace its current, defunct sweeper, and;

WHEREAS, the city projects to spend \$206,186 to replace the existing equipment, and;

WHEREAS, the City of Sweet Home has funds available in fund 570, the Street Improvement Fund totaling \$1.2 million, and;

WHEREAS, the replacement of the street sweeper was not planned for the current fiscal year, and;

WHEREAS, the current rate of return on moneys invested in the investment pool under ORS 294.805 as reported under ORS 294.875 is 1.00%,

THEREFORE, BE IT RESOLVED THAT THE CITY OF SWEET HOME authorizes an interfund transfer from the Street Improvement Fund (Fund 570) to the Street Maintenance Fund (Fund 575) not to exceed \$206,186 at an interest rate of 1.00% to be repaid annually for five (5) years with final payment in 2025.

	Beginning Balance	Principal	Interest	Ending Balance
2021	\$206,186.00	\$40,420.66	\$2,061.86	\$165,765.34
2022	165,765.34	40,824.87	1,657.65	124,940.47
2023	124,940.47	41,233.12	1,249.40	83,707.35
2024	83,707.35	41,645.45	837.07	42,061.90
2025	42,061.90	42,061.90	0	0
Total		\$205,765.38	\$4,834.86	

This resolution shall take effect upon its passage and approval.

PASSED by the Council and approved by the Mayor this 27^h day of October 2020

Mayor

City Manager Pro Tem – Ex Officio City Recorder