

**CITY OF NORTH BONNEVILLE**

**ORDINANCE NO. 1001**

**AN ORDINANCE OF THE CITY OF NORTH BONNEVILLE, WASHINGTON, EXTENDING THE MATURATION OF THE MARCH, 2011 INTERFUND LOAN FROM THE WATER RESERVE FUND TO THE SEWER TREATMENT PLANT FUND AND SETTING A REPAYMENT SCHEDULE.**

**WHEREAS**, Ordinance 984, passed on March 8, 2011, authorized a loan from the Water Reserve Fund to the Sewer Treatment Plant Fund; and

**WHEREAS**, due to higher than anticipated costs for the treatment plant and a lower than anticipated sewer fund balance the sewer fund is unable to repay the full loan by December 31, 2011 as anticipated;

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF NORTH BONNEVILLE, WASHINGTON, DOES ORDAIN AS FOLLOWS:**

**Section 1. Maturation Date and Interest**

The Sewer Treatment Plant Fund will pay the Water Reserve Fund principal and interest through December 31, 2014. The interest is based on the Local Government Investment Pool gross earnings rate for January of each of the three years 2012, 2013 and 2014. The current LGIP gross earnings rate is .1127% and has been .25% or lower throughout 2011. The interest paid to the Water Reserve Fund will be .25% and adjusted accordingly if the LGIP gross earnings rate increases above the .25% amount.

**Section 2. Repayment Schedule**

The repayment schedule follows:

<b>Interest</b>			<b>Interest</b>	<b>Principal</b>		<b>Total</b>
<b>Rate</b>	<b>Year</b>	<b>Beg. Bal.</b>	<b>Paid</b>	<b>Paid</b>	<b>End. Bal.</b>	<b>Payment</b>
0.2189%	2011	\$191,684.00	\$280.30	\$173,021.70	\$18,662.30	\$173,302.00
0.2500%	2012	\$18,662.30	\$46.71	\$8,153.29	\$10,509.01	\$8,200.00
0.2500%	2013	\$10,509.01	\$26.28	\$5,973.72	\$10,509.01	\$6,000.00
0.2500%	2014	\$4,535.29	\$11.39	\$4,535.29	\$0.00	\$4,546.68
<b>Totals</b>			\$364.68	191,684.00		192,048.68

**Section 3. Severability.**

If any section, sentence, clause or phrase of this Ordinance shall be held to be 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 Ordinance.

**Section 4. Effective Date and Publication.**

A summary of this Ordinance consisting of its title shall be published in the official newspaper of the City. This Ordinance shall take effect five days after publication.

**PASSED IN REGULAR SESSION this 22<sup>nd</sup> day of November, 2011.**

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Mayor

ATTEST:

\_\_\_\_\_  
Administrator / Clerk / Treasurer