

ORDINANCE NO. 1998-07-060

AN ORDINANCE RELATING TO THE 1998 BUDGET AND AMENDING THE TERMS OF THE INTERFUND LOAN TO BE MADE BETWEEN THE SEWER FUND AND THE CUMULATIVE WATER TRANSMISSION AND RESERVOIR FUND AND REMOVING ONE MONTH OF REPAYMENT IN 1998.

WHEREAS, the 1998 Budget as adopted by Ordinance 10918 authorized an interfund loan of \$851,800.00 from the Sewer Fund to the Cumulative Water Transmission and Reservoir Fund for water system improvements to the Cordata pumping zone area; and

WHEREAS, between the time the budget was adopted and now market interest rates have decreased and it is appropriate to change the terms of the loan to reflect the change;

NOW, THEREFORE, THE CITY OF BELLINGHAM DOES ORDAIN:

Section 1. The terms of the interfund loan authorized by the 1998 budget and adopted by ordinance 10918 will be changed as follows:

- A. The interest rate will be reduced from 6.5% to 6.0%.
- B. The loan will be made on July 31, 1998 rather than June 30, 1998.
- C. The five (5) year repayment plan will start August 31, 1998 rather than July 31, 1998.

Section 2. As a result of the change in terms the impact on the budget will be as follows:

- A. The sum of \$17,660.60 is hereby reduced in the Cumulative Water Transmission and Reservoir Fund to reflect the lower interest rate and having one month less of repayment in 1998. The source of funding will be from:

City of Bellingham
CITY ATTORNEY
210 Lottie Street
Bellingham, WA 98225
Telephone (360) 676-6903

428- Cumulative Water Transmission & Reservoir Fund
 Cumulative Water Transmission & Reservoir Division
 0665 Ending Unreserved Balance - \$ 17,660.60

To be credited as follows:

428- Cumulative Water Transmission & Reservoir Fund
 Cumulative Water Transmission & Reservoir Division
 5965 Interfund Loans Program
 Interfund Loan Repayment
 5802 Interfund Loan - Repayment - \$ 11,645.11
 5955 Interest & Other Debt Service Costs
 8201 Interest - Interfund Debt - 6,015.49
 - \$ 17,660.60

B. The sum of \$17,660.60 is hereby reduced in the Sewer Fund to reflect the lower interest rate and one less payment being made in 1998 for the interfund loan repayment. The source of funding will be from:

051-403 Sewer Fund
 0473 Interfund Interest - \$ 6,015.49
 0530 Repayment of Loans/Notes - 11,645.11
 - \$ 17,660.60

To be credited as follows:

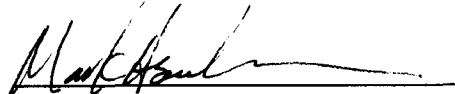
430- Sewer Fund
 Sewer Division
 0665 Ending Unreserved Balance - \$ 17,660.60

PASSED by Council this 27th day of July, 1998.

Bob Ryan
 Council President

City of Bellingham
 CITY ATTORNEY
 210 Lottie Street
 Bellingham, WA 98225
 Telephone (360) 676-6903

APPROVED by me this 13th day of August, 1998.




Mayor

ATTEST:



Finance Director

APPROVED AS TO FORM:



Office of the City Attorney

Published: 08-16-1998

CITY OF BELLINGHAM WASHINGTON

ORDINANCE NUMBER: 1998-07-0

COUNCIL BILL NUMBER: 12409

AGENDA BILL NUMBER: 13649

1ST/2ND READING/INTRODUCTION: _____

3RD/FINAL READING: 7-27-98

PUBLISHED: 08-16-98

**CC: LEGISLATIVE COORDINATOR
LEGAL SECRETARY
ITSD (TO SCAN)**

OTHER: Jane - acctg.
Jennie - Pwops.