

**CITY OF JOHN DAY
JOHN DAY, OREGON**

RESOLUTION 19-800-01

**A RESOLUTION TO APPROVE AN INTERFUND LOAN FROM THE WATER FUND TO
THE GENERAL FUND FIRE DEPARTMENT**

WHEREAS, the John Day city council adopted resolution 18-785-09, A Resolution Authorizing Refinancing of an Existing Borrowing and Financing for the Fire Station on April 10, 2018; and

WHEREAS, funding received through the Washington Federal loan consolidation approved by Resolution 18-785-09 allowed the City to receive funding to payoff the Lang Loan and finish the Firehall Tenant Improvements (TI) project; and

WHEREAS, Resolution 18-794-18, A Resolution Authorizing an Interfund Loan from the Water Fund to the General Fund for payment of the Lang Loan was approved June 26, 2018; and

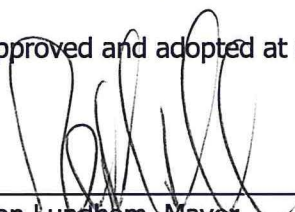
WHEREAS, the City will improve its financial position through an interfund load from the Water Fund to the General Fund for funding to complete the Firehall TI project; and

WHEREAS, Oregon Budget law allows a governing body to loan money from one fund to another for the purpose of financing the design, acquisition, construction, installation, or improvement of real or personal property;

The City of John Day resolves as follows:

1. To loan, in addition to the \$60,994.59 per Resolution 18-785-09, an additional \$306,345.97 from the Water Fund to the General Fund.
2. To repay said loan over a period of ten years, beginning in FY 2018-2019, at a fixed annual rate of 3.34%, as shown in the amortization schedule enclosed (Exhibit A).

Approved and adopted at a regular meeting of the city council held this 8th day of January 2019.



Ron Lundbom, Mayor

Attest:



Nick Green, City Manager

 Exhibit A. General Fund to Water Fund Loan (for Fire Hall Tenant Improvements)

Compound Period : Annual

Nominal Annual Rate : 3.340 %

CASH FLOW DATA

| Event | Date | Amount | Number | Period | End Date |
|-----------|------------|------------|--------|--------|------------|
| 1 Loan | 07/01/2018 | 367,340.56 | 1 | | |
| 2 Payment | 12/01/2018 | 42,991.56 | 10 | Annual | 12/01/2027 |

AMORTIZATION SCHEDULE - Normal Amortization

| Date | Payment | Interest | Principal | Balance |
|-----------------|------------|-----------|------------|------------|
| Loan 07/01/2018 | | | | 367,340.56 |
| 1 12/01/2018 | 42,991.56 | 5,142.97 | 37,848.59 | 329,491.97 |
| 2018 Totals | 42,991.56 | 5,142.97 | 37,848.59 | |
| 2 12/01/2019 | 42,991.56 | 11,005.03 | 31,986.53 | 297,505.44 |
| 2019 Totals | 42,991.56 | 11,005.03 | 31,986.53 | |
| 3 12/01/2020 | 42,991.56 | 9,936.68 | 33,054.88 | 264,450.56 |
| 2020 Totals | 42,991.56 | 9,936.68 | 33,054.88 | |
| 4 12/01/2021 | 42,991.56 | 8,832.65 | 34,158.91 | 230,291.65 |
| 2021 Totals | 42,991.56 | 8,832.65 | 34,158.91 | |
| 5 12/01/2022 | 42,991.56 | 7,691.74 | 35,299.82 | 194,991.83 |
| 2022 Totals | 42,991.56 | 7,691.74 | 35,299.82 | |
| 6 12/01/2023 | 42,991.56 | 6,512.73 | 36,478.83 | 158,513.00 |
| 2023 Totals | 42,991.56 | 6,512.73 | 36,478.83 | |
| 7 12/01/2024 | 42,991.56 | 5,294.33 | 37,697.23 | 120,815.77 |
| 2024 Totals | 42,991.56 | 5,294.33 | 37,697.23 | |
| 8 12/01/2025 | 42,991.56 | 4,035.25 | 38,956.31 | 81,859.46 |
| 2025 Totals | 42,991.56 | 4,035.25 | 38,956.31 | |
| 9 12/01/2026 | 42,991.56 | 2,734.11 | 40,257.45 | 41,602.01 |
| 2026 Totals | 42,991.56 | 2,734.11 | 40,257.45 | |
| 10 12/01/2027 | 42,991.56 | 1,389.55 | 41,602.01 | 0.00 |
| 2027 Totals | 42,991.56 | 1,389.55 | 41,602.01 | |
| Grand Totals | 429,915.60 | 62,575.04 | 367,340.56 | |

General Fund to Water Fund (for Fire Hall Tenant Improvements)

Last interest amount increased by 0.04 due to rounding.