

RESOLUTION NO. 612

A RESOLUTION APPROVING SHORT TERM LOAN FOR LID #5 BOND PAYMENT.


WHEREAS, the city staff has prepared a report on the above captioned subject which is attached hereto as Exhibit "A"; and

WHEREAS, the City Council has duly considered the subject and the recommendation(s) contained in the staff report; and


WHEREAS, interested parties, if any, have had an opportunity to be heard on the subject.

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Wilsonville does hereby adopt the staff report attached hereto as Exhibit "A", with the recommendation(s) contained therein and further instructs that action appropriate to the recommendation(s) be taken.

ADOPTED by the City Council of the City of Wilsonville at a regular meeting thereof this 18th day of May, 1987, and filed with the Wilsonville City Recorder this same date.

  
WILLIAM E. STARK, Mayor

ATTEST:

  
VERA A. ROJAS, City Recorder

SUMMARY OF VOTES

Mayor Stark	<u>AYE</u>
Councilor Gardiner	<u>AYE</u>
Councilor Clarke	<u>AYE</u>
Councilor Edwards	<u>AYE</u>
Councilor Stokes	<u>ABSENT</u>

May 13, 1987

TO: HONORABLE MAYOR AND CITY COUNCIL

FROM: RAY SHORTEN, FINANCE DIRECTOR *RS*

RE: SHORT TERM LOAN OF FUNDS TO COVER LID #5 BOND PAYMENT

As you are aware, the City and the property owners who were assessed for LID #5 improvements are discussing cost overruns on LID #5. At present, some of the property owners have not paid their principal and interest payments which are now past due.

Due to the non-payments by some of the property owners, funds were not available to totally fund the principal and interest payment due and payable May 1, 1987. In order to keep the City from defaulting on this bond payment, the payment was made on the due date using available funds in the City's LID bond fund.

RECOMMENDATIONS:

1. Approve the payment made to U.S. Bank on May 1, 1987 for LID #5 bond payment in the amount of \$124,240.08.
2. Approve a short term loan from LID #9 bond funds in the amount of \$89,325.00 for a period not to exceed four (4) months from May 1, 1987.
3. Interest should be paid on the principal amount of the loan at a percentage rate equal to the average rate earned by the funds in the Local Government Pool during this period of time.