

RESOLUTION NO. 620

A RESOLUTION AUTHORIZING SHORT TERM LOANS TO COVER OVER
RUNS ON LID NO. 5 AND NO. 7

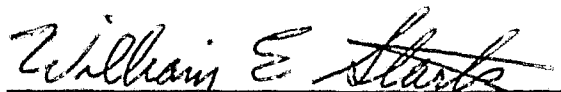
WHEREAS, the city staff has prepared a report on the above captioned subject which is attached hereto as Exhibit "A"; and

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 15th day of June, 1987, and filed with the Wilsonville City Recorder this same date.



WILLIAM E. STARK, Mayor

ATTEST:

Vera A. Rojas

VERA A. ROJAS, City Recorder

SUMMARY of Votes:

Mayor Stark	<u>Aye</u>
Councilor Gardiner	<u>Aye</u>
Councilor Braymen	<u>Aye</u>
Councilor Clarke	<u>Aye</u>
Councilor Edwards	<u>Aye</u>

CITY

OF

Wilsonville

30000 S.W. Town Center Loop E. • P.O. Box 220 • 503-682-1011

Wilsonville, Oregon 97070

EXHIBIT "A"

TO: HONORABLE MAYOR AND CITY COUNCIL
FROM: RAY SHORTEN, FINANCE DIRECTOR *RS*
RE: SHORT TERM LOAN TO COVER COST OVER-RUNS FOR LID #5

There have been cost over-runs on this LID and the final allocation of these costs have not yet been determined. In order to close out the fiscal year and avoid any deficit balances, the following action is requested. Once the final allocation of costs has been determined, the appropriate adjustments will be completed.

These final cost figures have been derived from expenses paid to date as well as projected payables to Bonstan Construction, Cascadian Landscaping and miscellaneous others.

Total expenditures (including projected costs) for LID #5 equal \$2,192,639.76. The City's records indicate that these amounts have been or will be disbursed from the following funds:

LID #5	\$1,735,341.38
Sewer Construction	111,218.86
Sewer Regular	253,081.00
Systems Development	92,998.52

TOTAL \$2,192,639.76

RECOMMENDATION:

Approve a short term loan from the Sewer operating fund to LID #5 in the amount of \$200,000.00 and from System Development fund in the amount of \$60,000.00. These loans must be repaid upon final determination of costs allocation of LID #5, but not later than June 30, 1988. Interest will be paid on the loaned funds at the same rate paid by the Local Government Pool for the period of the loan.

Upon making the above mentioned loans, the disbursement recap will be as follows:

	<u>Current</u> <u>Disbursements</u>	<u>Loan</u>	<u>Revised</u> <u>Disbursements</u>
LID #5	\$1,735,341.38	\$260,000.	\$1,995,341.38
Sewer Const.	111,218.86		111,218.86
Sewer Regular	253,081.00	<200,000.>	53,081.00
System Develop.	92,998.52	<60,000.>	32,998.52
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DISBURSEMENT			
TOTAL	<u>\$2,192,639.76</u>		<u>\$2,192,639.76</u>

June 11, 1987

TO: HONORABLE MAYOR AND CITY COUNCIL

FROM: RAY SHORTEN, FINANCE DIRECTOR *RS*

RE: COST OVER-RUNS ON LID #7

This LID has experienced cost over-runs and the final allocation of these costs has yet to be determined. We have attempted to project final costs on this project. It will be necessary to request approval of a loan of funds to cover the portion of over-runs that need to be addressed this fiscal year. These costs were derived from known expenses paid to date and the projection of estimated expenses not yet paid. The final allocation of these costs will be adjusted as soon as they are defined.

Total expenditures (including projections) on this project are estimated at \$1,359,181.02. These costs are currently shown being disbursed from the following funds:

LID #7	\$1,233,772.82
Systems Development	39,237.70
Sewer Regular	86,170.50
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	\$1,359,181.02

RECOMMENDATION:

1. Authorize a short-term loan of funds to LID #7 totaling \$247,000.00 from the following funds:

Water Reserve	\$115,000.00
Sewer Construction	\$28,000.00
Sewer Reserve	\$59,000.00
Sewer Regular	\$25,000.00
Water Regular	\$20,000.00
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TOTAL FUNDS TO BE LOANED \$247,000.00

Interest will be paid on these funds at the interest rate paid by the Local Government Pool during the period of the loan.

2. Authorize staff to seek interim financing from other financial alternatives for an additional projected cost over-run of \$130,000.00. This amount of additional cost over-run must be dealt with early in the up-coming fiscal year.