

RESOLUTION NO. _____

A RESOLUTION AUTHORIZING A CAPITAL LOAN OF \$152,000 FROM THE GENERAL FUND TO THE AIRPORT FUND TO FINANCE THE ENVIRONMENTAL ASSESSMENT FOR THE PARALLEL TAXIWAY AND EASTSIDE DEVELOPMENT.

WHEREAS, the General Fund has funds not anticipated to be required within three years, that may be used for interfund borrowing; now therefore,

THE CITY COUNCIL DOES RESOLVE AS FOLLOWS:

That \$152,000 be loaned from the General Fund to the Airport Fund to provide the necessary funding for environmental assessment for the parallel taxiway and eastside development at the airport and that the loan be repaid from the Airport Fund per the following terms: Amortized over a three year period at an interest rate of 4.50%, with interest only payments and a balloon payment of the principal balance at the end of three years. If the loaned funds are required for operations in the General Fund prior to the end of three years, the loaned funds shall become immediately due and payable in full to the General Fund.

The scheduled amortization shall be as follows:

<u>Fiscal Year</u>	<u>Annual Payment</u>	<u>Interest Portion</u>	<u>Principal Portion</u>	<u>Balance</u>
				\$ 152,000
2007-08	6,840	6,840	-	152,000
2008-09	6,840	6,840	-	152,000
2009-10	158,840	6,840	152,000	-

Adopted by the City Council the 2nd day of July, 2007.

YES: NO:

Authenticated by the Mayor the 2nd day of July, 2007.

Bruce Abernethy, Mayor

ATTEST:

Patricia Stell, City Recorder