

**CITY OF YACHATS**  
**RESOLUTION NO. 2015-11-02**  
**A RESOLUTION AUTHORIZING AN INTERFUND LOAN AND**  
**ESTABLISHING THE REPAYMENT SCHEDULE**

**WHEREAS**, the City Council voted to purchase the land and building from the Bank of the West adjacent to the Yachats Commons when it became available; and

**WHEREAS**, one of the primary reasons for the purchase was to secure parking for visitors and events at the Yachats Commons, including those events that are attended by visitors; and

**WHEREAS**, money budgeted in the Visitors Amenities Fund for parking was used for a portion of the purchase price of the bank building; and

**WHEREAS**, prior to the purchase of the building the Bank of the West submitted payment to the City of Yachats to satisfy the liens on twelve lots in the East Hillside Local Improvement District, which included accrued interest, which was used for a portion of the purchase price; and

**WHEREAS**, the City chose to use an interfund loan from the Water System Reserve Fund for the remaining amount of the purchase price and is now establishing the repayment schedule for that loan;

**NOW THEREFORE**, the City of Yachats resolves

The Interfund Loan from the Water System Reserve Fund for the purchase of the old bank building equaled \$253,147.78 and shall be repaid by the General Fund over a period not to exceed ten (10) years at the current interest rate the City is receiving on the funds invested in the State Investment Pool, as per ORS 294.468(2)(c)(A), which is 0.54%.

At a minimum, the amount to repay that loan in the ten (10) year period shall be included in the Annual Budget each year until the Interfund Loan is repaid in full.

In addition, money available in the General Fund each year from such sources as, but not limited to, amounts over the budgeted Cash Carried Forward and Occupancy Tax shall also be applied to the loan in order to reduce the repayment period.

**PASSED AND ADOPTED** this 12th day of November 2015.

**THIS RESOLUTION IS EFFECTIVE UPON ADOPTION.**

Attest:

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Ronald L. Brean, Mayor

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Nancy Batchelder, City Recorder

**Interfund Loan for Bank Purchase**

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