

RESOLUTION NO. \_\_\_\_\_

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CHULA VISTA AFFIRMING AND CONSOLIDATING EXISTING INTERFUND LOANS FROM THE SEWER FACILITIES REPLACEMENT FUND TO THE STORM DRAIN REVENUE FUND WITH A PRINCIPAL AMOUNT OF \$640,000 AND APPROVING A CONSOLIDATED INTERFUND LOAN REPAYMENT SCHEDULE REFLECTING FINANCING COSTS AND REPAYMENTS TO DATE

WHEREAS, the Sewer Facilities Replacement fund previously loaned \$640,000 to the Storm Drain Revenue fund to finance capital improvements via City Council approved interfund loans; and

WHEREAS, in compliance with the proposed Interfund Loan Policy under consideration by the City Council on this same date, staff recommends consolidating all interfund borrowings between these two funds, reflecting all payments through June 30, 2014 and recalculating interest charges through the same date using the City's actual pooled investment earnings; and

WHEREAS, the balance due as of June 30, 2014 after accounting for all payments and interest charges totals \$626,492; and

WHEREAS, a consolidated interfund loan repayment schedule reflecting a 3-year repayment term and the City's current pooled investment earning rate has been prepared and is set forth in Exhibit 1, attached hereto and incorporated herein by reference as if set forth in full; and

WHEREAS, future financing costs incurred as a result of this borrowing will vary based on the City's actual pooled investment earnings and the availability of funds to repay the debt.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Chula Vista, that it does hereby affirm and consolidate existing interfund loans from the Sewer Facilities Replacement fund to the Storm Drain Revenue fund with a principal amount of \$640,000.

BE IT FURTHER RESOLVED by the City Council of the City of Chula Vista, that it does hereby approve a consolidated interfund loan repayment schedule reflecting financing costs and repayments to date as presented and as reflected in Exhibit 1 to this Resolution, subject to administrative adjustment, as may be directed by the Director of Finance/Treasurer, based on actual pooled investment earning rates and availability of funds to repay the debt.

Presented by

Approved as to form by

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Maria Kachadorian  
Deputy City Manager

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Glen R. Googins  
City Attorney