

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

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CHULA VISTA AFFIRMING AND CONSOLIDATING EXISTING INTERFUND LOANS FROM THE TRUNK SEWER CAPITAL RESERVE FUND TO THE STORM DRAIN REVENUE FUND WITH A PRINCIPAL AMOUNT OF \$576,023 AND APPROVING A CONSOLIDATED INTERFUND LOAN REPAYMENT SCHEDULE REFLECTING FINANCING COSTS AND REPAYMENTS TO DATE

WHEREAS, the Trunk Sewer Capital Reserve fund previously loaned \$576,023 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 \$370,782; and

WHEREAS, a consolidated interfund loan repayment schedule reflecting repayment in full in as of January 1, 2015 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, financing costs incurred in fiscal year 2014-15 as a result of this borrowing will vary based on the City's actual pooled investment earnings.

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 Trunk Sewer Capital Reserve fund to the Storm Drain Revenue fund with a principal amount of \$576,023.

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 in the form 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