

ORDINANCE NO. 2010- 900

AN ORDINANCE OF THE CITY OF DEER PARK, WASHINGTON, AUTHORIZING INTERFUND LOANS FROM THE WATER AND WASTEWATER IMPROVEMENT FUNDS TO THE GOLF COURSE FUND IN THE TOTAL AMOUNT OF \$691,370.00 TO BE REPAID BY THE GENERAL FUND BY DECEMBER 31, 2013.

WHEREAS, the City purchased a golf course in 2010; and

WHEREAS, the Mayor, City staff, and City Council have, as a part of the 2010 budget process, evaluated the most economically beneficial way to utilize the City's funds and debt capacity to accomplish a long term pay off of the costs to purchase the golf course and equipment, pay startup operational expenses, and provide for potential capital improvements; and

WHEREAS, the Mayor and City staff have determined that the best long term financing alternative is through the interfund loans authorized in this Ordinance; and

WHEREAS, the City Council has evaluated the recommendation of the Mayor and City staff and determined that passage of this Ordinance and funding the golf course purchase in the manner set forth in this Ordinance is in the best interests of the City of Deer Park, NOW, THEREFORE,

**THE CITY COUNCIL OF THE CITY OF DEER PARK, WASHINGTON DO
ORDAIN AS FOLLOWS:**

Section 1. A loan in the amount \$250,000.00 from Fund # 404, the Water Improvement Fund, to the Golf Course Fund is hereby approved. The terms of the loan shall

require a minimum annual payment equal to one-third of the initial principal amount of the loan to be made on or before December 31, 2011, December 31, 2012, and December 31, 2013. The annual payments may be repaid at an accelerated rate. Interest shall be paid with the annual principal payments, calculated at the rate of 1.5% per annum, which interest rate exceeds the rate the City presently earns on the Fund # 404 and other Funds of the City from the State Investment Pool. All funds to be repaid to Fund # 404 shall come from the General Fund of the City.

Section 2. A loan in the amount \$441,370.00 from Fund # 405, the Wastewater Improvement Fund, to the Golf Course Fund is hereby approved. The terms of the loan shall require a minimum annual payment equal to one-third of the initial principal amount of the loan to be made on or before December 31, 2011, December 31, 2012, and December 31, 2013. The annual payments may be repaid at an accelerated rate. Interest shall be paid with the annual principal payments, calculated at the rate of 1.5% per annum, which interest rate exceeds the rate the City presently earns on the Fund # 405 and other Funds of the City from the State Investment Pool. All funds to be repaid to Fund # 405 shall come from the General Fund of the City.

Section 3. Funds loaned pursuant to Sections 1 and 2 of this Ordinance are to be deposited in the Golf Course Fund # 406 to be used for the purchase of the golf course and equipment, for startup operational expenses, and to fund potential future capital improvements related to the golf course.

Section 4. If any section, sentence, clause, or phrase of this Ordinance shall be held to be invalid or unconstitutional by a court of competent jurisdiction, such invalidity or unconstitutionality shall not affect the validity or constitutionality of any other section, sentence, clause, or phrase of this Ordinance.

Section 5. This Ordinance shall take effect and be in full force five (5) days after this Ordinance or a summary thereof consisting of the title is published.

APPROVED:


MAYOR ROBERT WHISMAN

ATTEST/AUTHENTICATED:


DEBY CRAGON, CITY CLERK

APPROVED AS TO FORM:
OFFICE OF THE CITY ATTORNEY

BY: 
CHARLES D. ZIMMERMAN

FILED WITH THE CITY CLERK:
PASSED BY THE CITY COUNCIL:
PUBLISHED:
EFFECTIVE DATE:
ORDINANCE NO.:

11/15/10
12/01/2010
12/03/2010
12/10/2010
2010-900

SUMMARY OF ORDINANCE NO. 10-

of the City of Deer Park, Washington

On the 01 day of ^{Dec.}~~01~~, 2010, the City Council of the City of Deer Park, Washington, passed Ordinance No. 10-0⁹⁰⁰. A summary of the content of said ordinance, consisting of the title, provides as follows:

AN ORDINANCE OF THE CITY OF DEER PARK, WASHINGTON, AUTHORIZING INTERFUND LOANS FROM THE WATER AND WASTEWATER IMPROVEMENT FUNDS TO THE GOLF COURSE FUND IN THE TOTAL AMOUNT OF \$691,370.00 TO BE REPAYED BY THE GENERAL FUND BY DECEMBER 31, 2013.

The full text of this Ordinance will be mailed upon request.

DATED this ^{2nd}~~0th~~ day of ^{Dec.}~~00~~, 2010.


CITY CLERK-TREASURER, DEBY CRAGUN