

RESOLUTION NO. 2019-005

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF DEER PARK, WASHINGTON, AUTHORIZING AND DIRECTING THE MAYOR TO EXECUTE AN AGREEMENT BETWEEN THE CITY AND THE WASHINGTON STATE COMMUNITY ECONOMIC REVITALIZATION BOARD FOR AID IN FINANCING THE COST OF PUBLIC FACILITIES CONSISTING OF THE INDUSTRIAL INFRASTRUCTURE PROJECT KNOWN AS THE CEDAR ROAD PROJECT WHICH INCLUDES CONSTRUCTION OF AN ALL SEASON ROADWAY, WATER AND SEWER FACILITIES, PEDESTRIAN SIDEWALKS, AND STREET LIGHTING FROM SIXTH STREET TO ENOCH ROAD.

THE CITY COUNCIL OF THE CITY OF DEER PARK, WASHINGTON, HEREBY RESOLVE AS FOLLOWS:

Section 1. The Mayor is hereby authorized and directed to execute on behalf of the City a final contract between the Community Economic Revitalization Board ("CERB") and the City and to execute all other documents as may be necessary to secure partial financing for the cost of construction of the City Industrial Infrastructure Project known as the Cedar Road Project, which includes construction of an all season roadway, water infrastructure, sewer infrastructure, pedestrian sidewalks, and street lighting on Cedar Road from Sixth Street to Enoch Road. This authorization and direction is made with the understanding that the terms of the CERB financing contract shall be generally as set forth in Section 2 of this Resolution.

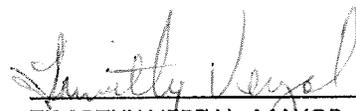
Section 2. The terms of the CERB financing contract shall consist of a CERB loan to the City in the amount of One Million Two Hundred Fifty Thousand Dollars (\$1,250,000) with an interest rate of three percent (3%) per annum. Repayment of this general obligation loan shall occur over a term of twenty (20) years. The City pledges its full faith and credit to repayment of this contractual loan obligation. The City reserves the right to

accelerate payments on principle and eliminate the interest on any accelerated principle payments. A copy of the Initial Offer of Financial Aid is attached hereto, marked as Exhibit "A" and made a part herein as if set forth in full.

Section 3. The City Clerk/Treasurer shall establish a separate fund to be known as the Community Economic Revitalization Board (CERB) Fund. Sufficient monies shall be placed in this Fund to meet the loan repayment schedule for the general obligation loan described above in this Resolution. The source of the funds used to repay the loan shall include the funds received from participants in a local improvement district to be formed in the City, the participants of which shall be the specifically benefitted owners of properties abutting Cedar Road where the Cedar Road Project improvements will be constructed.

Section 4. This Resolution shall be effective immediately upon passage by the City Council.

APPROVED by the City Council at an
Open Public Meeting the 3rd day of
JULY, 2019.



TIMOTHY VERZAL, MAYOR

ATTEST/AUTHENTICATED:



DEBY CRAGUN, CITY CLERK/TREASURER

Washington State
Community Economic Revitalization Board

Initial Offer of Financial Aid

City of Deer Park
Federal Tax Number: 91-6001420
Offer Date: March 21, 2019

The Community Economic Revitalization Board (CERB) is authorized by chapter 43.160 RCW to provide funds to political subdivisions to assist in financing the cost of certain public facilities. This Initial Offer of Financial aid is contingent upon the availability of CERB funds. CERB hereby offers to make funds available to **City of Deer Park**, hereafter referred to as the "Contractor," in order to aid in financing the cost of, or improvements to, public facilities consisting of the **Deer Park Industrial Infrastructure – Cedar Road** as described in the application (hereafter collectively referred to as the "Project").

This offer consists of:

- General Obligation loan of \$1,250,000
- Interest rate: 3.00 percent (%) per annum on the outstanding principal balance
- Term: 20 years maximum

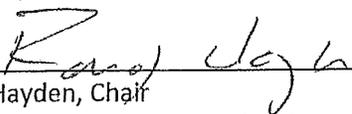
This offer is subject to completion of pre-contract conditions, as described in Attachment A.

A final contract shall be developed by CERB prior to disbursement of funds. No project costs incurred prior to this offer date will be reimbursed by CERB. In the event a final contract is not executed, no CERB funds will be disbursed.

If accepted, this Initial Offer of Financial Aid must be signed and returned to CERB by **May 10, 2019**.

ACCEPTANCE

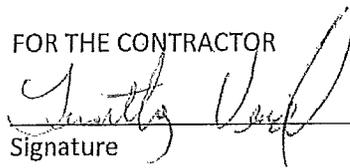
FOR CERB



Randy Hayden, Chair
Community Economic Revitalization Board

Date: 5/22/19

FOR THE CONTRACTOR



Signature

Name: TIMOTHY VERZAL

Title: MAYOR

Date: 5/15/19