

**City of Hood River, Oregon
Resolution 2023-10**

**AUTHORIZE INTERFUND LOAN NOT TO EXCEED \$575,000 FROM THE FLEET AND EQUIPMENT
FUND TO THE SEWER FUND FOR THE UV SYSTEM REPLACEMENT**

WHEREAS, the existing wastewater UV system is outdated and new disinfection system is required; and

WHEREAS, there is not sufficient funding in the Sewer Fund to finance the replacement of the existing UV system; and

WHEREAS, ORS 294.468 allows for loans from one fund to another; and

WHEREAS, there is sufficient capital available in the Fleet and Large Equipment Fund to finance the completion of the UV system replacement until sufficient sewer revenue is available to repay the loan; and

WHEREAS, an interfund loan transfer from the Fleet and Large Equipment Fund in an amount sufficient to provide the loan was incorporated into the Fiscal Year 2022-23 Adopted Budget for the City of Hood River.

NOW, THEREFORE, BE IT RESOLVED, that:


Section 1. The Fleet & Large Equipment Fund shall make a capital loan in the amount of up to \$575,000, but not more than the actual cost to complete the project, to the Sewer Fund.

Section 2. Interest will accrue at an annual rate of 4.05% per annum which is equal to the rate of return on moneys invested in the local government investment pool immediately prior to the adoption of the resolution authorizing the loan. Repayment of principal and interest will be made according to the following amortization schedule, except as provided for in Section 3:

Fiscal Year	2023-24	2024-25	2025-26	2026-27	2027-28	Total
Principal	105,894	110,263	114,812	119,549	124,482	575,000
Interest	21,336	16,967	12,418	7,680	2,748	61,149
Total	127,230	127,230	127,230	127,230	127,230	636,149

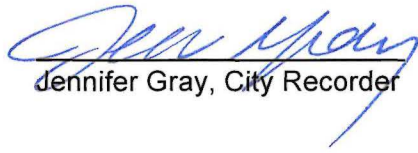
Section 3. Repayment of the balance of the loan may be made in advance at any time.

Approved and Effective this 26th day of June 2023.




Paul Blackburn, Mayor

Attest:



Jennifer Gray, City Recorder

Approved as to form:



Daniel Kearns, City Attorney