

RESOLUTION NO. 15-2017

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PACIFICA AUTHORIZING THE TRANSFER OF FUNDS FROM FUND 01 – GENERAL FUND TO FUND 09 – STREET CONSTRUCTION FOR THE PURPOSE OF REPAYING THE LOAN BETWEEN FUND 09 – STREET CONSTRUCTION AND FUND 22 – GENERAL CAPITAL IMPROVEMENTS

WHEREAS, in November 2003, the City Council approved four loans between funds including a transfer of approximately \$2.2 million from *Fund 9 – Street Construction* into *Fund 22 – General Capital Projects*; and

WHEREAS, the Council action included setting an annual interest rate of 2% for the funds borrowed; and

WHEREAS, since the council action in 2003 the loan between *Fund 9* and *Fund 22* has not been repaid and the principal amount of the loan continues to be accounted for in the City's audit document, the Comprehensive Annual Financial Report (CAFR); and

WHEREAS, with the addition of accrued interest the total amount owed is as follows:

Loan Principal Amount	\$2,218,700
Interest (as of 6/30/16)	\$630,919
Total to be repaid as of 6/30/16)	\$2,849,619

WHEREAS, repaying the inter-fund transfers/loans remains a priority for City Council and will be revisited during the development of the Long Term Financial Plan and the annual budget; and

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Pacifica does hereby authorize the transfer of \$1 million dollars from the *Fund Balance of Fund 01 – General Fund* into *Fund 09 – Street Construction* as the first payment toward repaying the loan of \$2,218,700 plus interest between *Fund 09 – Street Construction* and *Fund 22- General Capital Improvements* that was executed in 2003.

PASSED AND ADOPTED at a regular meeting of the City Council of the City of Pacifica held on the 27th day of March 2017 by the following vote of the members thereof:

AYES, Councilmembers: Martin, Vaterlaus, Digre, Keener, O'Neill
NOES, Councilmembers: None
ABSENT, Councilmembers: None
ABSTAIN, Councilmembers: None



Mike O'Neill, Mayor

ATTEST:

Kathy O'Connell

Kathy O'Connell, City Clerk

APPROVED AS TO FORM:

Michelle Marchetta Kenyon

Michelle Marchetta Kenyon
City Attorney