

## **Resolution 20-108**

### **Resolution Authorizing a Short-Term Loan from the General Fund to the Bob Shelden Capital Project Fund**

Whereas, the Sales Tax Revenue Bond, Series 2019, is the funding source for the Bob Shelden Capital Project, and

Whereas, the City has determined it can reduce its interest expense for the Bob Shelden Capital Project expenditures by utilizing unrestricted funds in the General Fund until April 23, 2021, when the variable interest rate of the 2019 Sales Tax Revenue Bond will be converted to a fixed rate; and

Whereas, the City desires to finance the Bob Shelden Capital Project expenditures until the April 23, 2021 Commitment Expiration Date of the above-referenced Revenue Bond to reduce interest expense using a short-term interfund loan from the General Fund to the Bob Shelden Capital Projects' Fund, and

Whereas, in accordance with SDCL 9-22-24, the City is authorized, upon approval of the City Council, to loan unrestricted cash from one fund to another fund of the City, and

Whereas, it is in the best interests of the City of Brookings to finance expenditures for the Bob Shelden Capital Project through a short-term loan from the General Fund, with the short-term loan repaid to the General Fund on April 23, 2021,

Now, Therefore, Be It Resolved, that the City Manager is directed to execute a short-term Interfund Loan from the General Fund to the Bob Shelden Capital Project Fund, payable as follows:

Principal	\$ 3,033,110.26
Interest	0.0%
Term	Dec. 15, 2020 - April 23, 2021 (129 days)

Passed and approved on the 15<sup>th</sup> day of December, 2020.

CITY OF BROOKINGS

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Keith W. Corbett, Mayor

ATTEST:

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Bonnie Foster, City Clerk