

**CITY OF LOGAN
RESOLUTION NO. 14-38**

**A RESOLUTION APPROVING AN INTERFUND LOAN
TO THE WATER & SEWER FUND**

WHEREAS, the Water and Sewer Fund is involved in several significant capital improvement projects including a sewer lift station project, pressure reducing valve project, and water and sewer line replacements; and

WHEREAS, the resources required for the completion of these projects exceed projected reserves; and

WHEREAS, the Water & Sewer Fund can either bond for these projects or borrow internally;

NOW THEREFORE BE IT RESOLVED BY THE LOGAN MUNICIPAL COUNCIL, STATE OF UTAH to authorize an interfund loan to the Water and Sewer Fund. This loan will be for the amount of \$5,000,000 (2,500,000 will be loaned from the General Fund and \$2,500,000 will be loaned from the Electric Fund) for a term of 10 years at an annual interest rate of 2.54 percent. Interest will be calculated annually based on the average outstanding balance for that year. The first principal and interest payment will be due June 30, 2015 and will be paid each year thereafter. The loan may be repaid in full or in part at any time without penalty.

This loan shall be effective June 30, 2014.

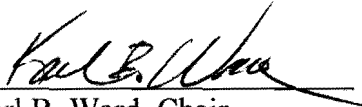
See Attachment A for the repayment schedule.

PASSED BY THE LOGAN MUNICIPAL COUNCIL THIS 17TH DAY OF JUNE, 2014.

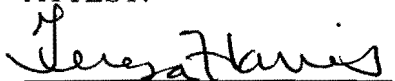
AYES: *Deines, Simmonds, Ward, Needham, Olson*

NAYS: *None*

ABSENT: *None*


Karl B. Ward, Chair

ATTEST:


Teresa Harris, City Recorder

ATTACHMENT A

Water & Sewer

2.54% Annual Interest Rate
 10 Length of Loan (years)
 \$ 5,000,000 Loan Amount

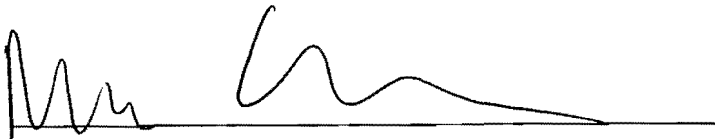
FY	Beg Bal	Payment Amt	Principle	Int	End Bal
2015	\$ 5,000,000	\$572,475.27	\$ 445,475	\$ 127,000	\$ 4,554,525
2016	\$ 4,554,525	\$572,475.27	\$ 456,790	\$ 115,685	\$ 4,097,734
2017	\$ 4,097,734	\$572,475.27	\$ 468,393	\$ 104,082	\$ 3,629,342
2018	\$ 3,629,342	\$572,475.27	\$ 480,290	\$ 92,185	\$ 3,149,052
2019	\$ 3,149,052	\$572,475.27	\$ 492,489	\$ 79,986	\$ 2,656,562
2020	\$ 2,656,562	\$572,475.27	\$ 504,999	\$ 67,477	\$ 2,151,564
2021	\$ 2,151,564	\$572,475.27	\$ 517,826	\$ 54,650	\$ 1,633,738
2022	\$ 1,633,738	\$572,475.27	\$ 530,978	\$ 41,497	\$ 1,102,760
2023	\$ 1,102,760	\$572,475.27	\$ 544,465	\$ 28,010	\$ 558,295
2024	\$ 558,295	\$572,475.27	\$ 558,295	\$ 14,181	\$ 0

Civil
PROOF OF PUBLICATION

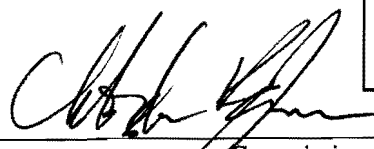
STATE OF UTAH
COUNTY OF CACHE, ss

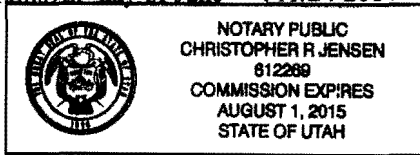
On this 9th day of June , A.D. 2014 personally appeared before me Monica Christensen who being first being duly sworn, deposes and says that she is the Assistant to the Finance Director of the Cache Valley Publishing Co., publishers of The Herald Journal a daily newspaper published in Logan City, Cache County Utah, and that the Legal Notice, a copy of which is hereto attached was published in said newspaper for 1 issue(s) and that said notice also published on utahlegals.com on the same days(s) as publication in said newspaper

Commencing on the following days:
06/08/2014

 _____, Assistant to the Finance Director

Subscribed and sworn to before me on this 9th day of June , A.D. 2014

 _____, Notary Public
Commissioned in the State of Utah
My Commission expires August 1, 2015



NOTICE OF PUBLIC HEARING
Logan Municipal Council

The Municipal Council of the City of Logan, Utah will hold a public hearing to consider the following:

Consideration of a proposed resolution authorizing an interfund loan to the Water and Sewer Fund. This loan will be for the amount of \$5,000,000 (2,500,000 will be loaned from the General Fund and \$2,500,000 will be loaned from the Electric Fund) for a term of 10 years at an annual interest rate of 2.54 percent. Interest will be calculated annually based on the outstanding balance for that year. The first principal and interest payment will be due June 30, 2015 and will be paid each year thereafter. The loan may be repaid in full or in part at any time without penalty.

Said public hearing will be held Tuesday, June 17, 2014, not before 5:30 p.m. in the Logan Municipal Council Chambers, 290 North 100 West, Logan UT.

Full text of the resolution is available for inspection at the City Recorder's Office during business hours.

Teresa Harris, City Recorder
Publication Date: June 8, 2014