

Ordinance No. 00352

[04/07/06 Jul 6 04 City Council Minutes](#)

ORDINANCE NO. 352

AN ORDINANCE of the City Council of the City of Lakewood, Washington, relating to borrowing and the lending of money to the Local Improvement Districts Nos. 1101, 1102 and 1103 Funds, created for the purpose of installing curb, sidewalk, street lighting and related street improvements, and authorizing interfund loans pending the issuance of bonds authorized pursuant to Ordinance No. 340, or other permanent financing.

WHEREAS, pursuant to Ordinance No. 340 (the "Formation Ordinance"), the City of Lakewood, Washington (the "City") formed Local Improvement Districts Nos. 1101, 1102, and 1103, respectively, or collectively ("the LIDs") for the purpose of installing curb, sidewalk, street lighting and related street improvements (the "Improvements"); and
WHEREAS, the total estimated cost and expense of the improvements in LIDs Nos. 1101, 1102 and 1103 was declared in the Formation Ordinance to be \$1,709,000, \$1,116,000, and \$80,000, respectively, for a total of \$2,905,000; and
WHEREAS, the City desires and deems it to be in the best interest of the City that temporary loans be made from available City funds for the purpose of providing on an interim basis money with which to pay costs of constructing the Improvements in the LIDs described in the Formation Ordinance, with each LID borrowing up to the respective amount related above; and,
NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF LAKEWOOD, WASHINGTON, DO ORDAIN as follows:

Section 1. Authorization of Borrowing and Interfund Loans. Pending the receipt of the proceeds of the bonds authorized pursuant to Ordinance No. 340, or other permanent financing, the Finance Director of the City is authorized to provide as needed for temporary loans (the "Loans") to the City's Local Improvement Funds, for Districts Nos. 1101, 1102 and 1103, created by the Formation Ordinance, from the City's Surface Water Management Fund No. 401 or other available and appropriate funds of the City, for the purpose of paying interim construction costs of Improvements in the LIDs. The Loans shall be in the aggregate principal amount of not to exceed \$2,905,000, which is intended to be assessed against the property specifically benefited by the improvements in the LIDs, and shall not exceed the following principal amounts for each of the indicated LIDs: No. 1101, \$1,709,000, No. 1102, \$1,116,000, and No. 1103, \$80,000. The Loans shall bear interest annually at a rate of 2% due upon repayment from the proceeds of bonds or other permanent financing. The terms of the Loans shall not exceed three years.

The City Council finds that making the Loans is in the best interest of the City and will not adversely affect a lending fund.

Section 2. Creation of Debt Service Fund. There is hereby created a Debt Service Fund to be used for payment of debt service of Local Improvement Districts created by the City of Lakewood.

Section 3. Creation of Guaranty Fund. There is hereby created a Guaranty Fund as required by bond covenants.

Section 4. Ratification. All actions previously taken consistent with or in furtherance of the provisions and purposes of this ordinance are ratified and confirmed.

Section 5. Effective Date. This ordinance shall take effect and be in full force from and after its passage and five (5) days following its publication as required by law.

ADOPTED by the City Council this 6th day of July, 2004.

CITY OF LAKEWOOD, WASHINGTON

Douglas G. Richardson, Mayor

Attest:

Alice M. Bush, CMC, City Clerk

Approved as to Form:

Heidi Ann Wachter, City Attorney

CERTIFICATION

I, the undersigned, City Clerk of the City of Lakewood, Washington (the "City"), hereby certify as follows:

1. The attached copy of Ordinance No. 352 (the "Ordinance") is a full, true and correct copy of an ordinance duly

passed at a regular meeting of City Council of the City held at the regular meeting place thereof on July 6, 2004, as that ordinance appears on the minute book of the City; and the Ordinance is now in full force and effect.

2. A quorum of the members of the City Council was present throughout the meeting and a majority of those members present voted in the proper manner for the passage of the Ordinance.

IN WITNESS WHEREOF, I have hereunto set my hand this 7th day of July, 2004.
CITY OF LAKEWOOD, WASHINGTON

Alice M. Bush, City Clerk