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City of Cheney, Washington  
609 2<sup>nd</sup> Street  
Cheney, WA 99004

**City of Cheney, Washington**

**ORDINANCE. X-61**

**AN ORDINANCE AUTHORIZING AN INTERFUND LOAN FOR THE PURPOSE OF FINANCING THE UNFUNDED PORTION OF THE WELL #3 REDRILL AND IMPROVEMENT PROJECT AND PROVIDING FOR THE EFFECTIVE DATE HEREOF.**

THE CITY COUNCIL OF THE CITY OF CHENEY, WASHINGTON, DO ORDAIN AS FOLLOWS:

Section 1. The City Council hereby authorizes a loan from the Sewer Fund reserves and the Light Department reserves to the Water Fund to finance the remaining unfunded portion of the Well #3 Redrill and Improvement Project. The loan will be split into equal 50% portions between the light and sewer funds. A total loan not to exceed Nine Hundred Thousand Dollars (\$900,000) is hereby authorized to fund this improvement.

Section 2. The rate of interest to be paid on the loan approved shall be 3.52% per annum. (Rate of interest earned at the State Investment Pool plus 1%) Repayment of loan and interest approved shall be paid annually on or before December 31st beginning in 2020 and ending in 2029.

Section 3. This ordinance shall be in full force and effect five days after passage, approval and publication.

Introduced this 23<sup>th</sup> Day of April, 2019.

Passed by the City Council this 23 day of April 2019.

Approved by the Mayor this 23 day of April 2019.