

RESOLUTION NO. _____ (CM)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WATSONVILLE AUTHORIZING THE CITY MANAGER TO ENTER INTO A CONTINGENT INTER-FUND LOAN FROM THE CITY'S WATER ENTERPRISE FUND TO THE GENERAL FUND AND IMPACT FEE FUNDS IN THE NET AMOUNT OWED TO THE STATE AFTER RESIDUAL REPAYMENTS FROM THE STATE PLUS INTEREST AT THE PREVALENT LAIF RATE SHOULD THE STATE BE SUCCESSFUL IN ITS DEMAND FOR PAYMENT

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WATSONVILLE, CALIFORNIA, AS FOLLOWS:

That the City Manager is hereby authorized to execute a contingent inter-fund loan from the City's Water Enterprise Fund to the General Fund and Impact Fee Funds in the net amount owed to the State after residual repayments from the State plus interest at the prevalent LAIF rate should the State be successful in its demand for payment.
