

RESOLUTION NO. 519

WHEREAS, the City of Prineville has need to purchase a new backhoe/loader to replace equipment currently in use by the City but in need of replacement, and

WHEREAS, the City of Prineville Budget Committee, in its preparation and adoption of the City's Fiscal Year 1977-78 annual budget, authorized the purchase of said backhoe/loader with payment to be made over a two-year budget period, and

WHEREAS, funds in addition to those already budgeted in the Sewer Fund are necessary for the purchase of said backhoe/loader in the amount of \$15,000;

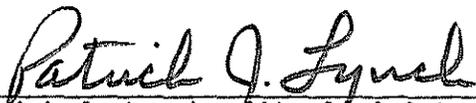
NOW THEREFORE, BE IT RESOLVED THAT the Railway Fund shall loan to the Sewer Fund the amount of \$15,000 to provide sufficient funds to purchase said backhoe/loader, and that said loan shall be jointly repaid to the Railway Fund by the Sewer and Street Funds by the end of Fiscal Year 1978-79, along with accumulated interest to be calculated at a rate equivalent to the rate of interest said monies would have accrued had they been invested in the Local Government Investment Pool during the period of the loan.

Passed by the City Council this 24th day of January, 1978.

Approved by the Mayor this 26th day of January, 1978.



Nello Giovanini, Mayor



Patrick J. Lynch, City Administrator/Recorder