

Resolution 20-014

Resolution Authorizing a Interfund Loan from the Landfill Fund to the Fire Department to be used for the purchase of a 2020 Fire Engine

Whereas, the Brookings Fire Department is purchasing a 2020 Fire Engine and desires to finance a portion of the purchase price using an Interfund Loan from the Brookings Landfill Fund; and

Whereas, in accordance with SDCL 9-22-24, the City is authorized, upon approval of the City Council, to loan unrestricted cash from one fund to another fund of the City; and

Whereas, it is in the best interests of the City of Brookings to finance the purchase of said fire equipment internally through a Interfund Loan from the Landfill Fund to the Fire Department Fund.

Now, Therefore, Be It Resolved, that the City Manager is directed to execute an Interfund Loan from the Landfill Fund to the Fire Department Fund, providing an annual interest rate of 1.55%, payable as follows:

| | |
|-----------|---------------------------------|
| Principal | \$540,243 |
| Interest | 1.55% |
| Term | 6 year term, 1 payment per year |

Passed and approved on the 28th day of January, 2020.

CITY OF BROOKINGS



Keith W. Corbett, Mayor

ATTEST:




Bonnie Foster, City Clerk

Interfund Loan Schedule

| Payment # | Year | T Payment | Principal | Interest | Balance |
|-----------|------|--------------|-------------|------------|----------------|
| 1 | 2020 | \$94,987.80 | \$86,614.03 | \$8,373.77 | (\$453,628.97) |
| 2 | 2021 | \$94,987.80 | \$87,956.55 | \$7,031.25 | (\$365,672.42) |
| 3 | 2022 | \$94,987.80 | \$89,319.88 | \$5,667.92 | (\$276,352.54) |
| 4 | 2023 | \$94,987.80 | \$90,704.33 | \$4,283.46 | (\$185,648.21) |
| 5 | 2024 | \$94,987.80 | \$92,110.25 | \$2,877.55 | (\$93,537.96) |
| 6 | 2025 | \$94,987.80 | \$93,537.96 | \$1,449.84 | \$0.00 |