

RESOLUTION NO. 922

AUTHORIZING ACCEPTANCE OF COMMUNITY ECONOMIC REVITALIZATION BOARD (CERB) LOAN AND GUARANTEEING REPAYMENT OF LOAN

A resolution of the City of Lynden, Washington, authorizing and directing Mayor Scott Korthuis to execute, on behalf of the City, a new agreement between the Washington State Community Economic Revitalization Board (CERB) and the City for aid in financing the costs of public facilities consisting of the work described in the revised CERB funding application and summarily described as follows:

Repair and replacement of sidewalks, curbs and gutters on Front Street and 5th Street, including replacement of outdated ADA ramps and the inclusion of street trees and decorative lighting. Additional work will include improvements of the sanitary sewer lines located in a prescriptive easement in the private alley between 4th Street and 5th Street, and complete overlay of 5th Street, from Front Street to Grover Street to improve travel lanes and parking opportunities along the corridor.

The City of Lynden does hereby resolve as follows:

Section 1. That Scott Korthuis, Mayor of the City of Lynden, is hereby authorized and directed to execute, on behalf of the City of Lynden, a Final Contract between the Community Economic Revitalization Board and the City of Lynden and such other documents as may be required for securing aid in financing the cost of the above-described public facilities.

Section 2. The Lynden City Council has accepted the offer of the loan from the Community Economic Revitalization Board in the amount of \$572,500; said loan to bear interest at the rate of 2% per annum.

Repayment of said CERB General Obligation Loan shall be consistent with the terms provided in the signed Initial Offer of Financial Aid and more particularly as follows:

2.0 percent (%) per annum on the outstanding principal balance for 20 years maximum.

A copy of said Initial Offer of Financial Aid is attached hereto, designated as Exhibit A, and made a part hereof as though set forth herein in full.

The City of Lynden reserves the right to accelerate payments on principal and eliminate the interest on any accelerated principal payments.

This obligation shall be considered as a legal general obligation of the City of Lynden and the City of Lynden hereby pledges its full faith and credit to the payment thereof.

Section 3. This Resolution addresses the increased cost of construction and supersedes Resolution 902 pertaining to the same project.

Section 4. The City of Lynden has established a separate fund known as the Community Economic Revitalization Board (CERB) Fund. This fund applies to CERB grants and loans. In the case of the loan, there are sufficient monies placed in this fund to meet the above-detailed repayment schedule. The source of payment is Fund #241.

DATED AND SIGNED this 1 day of June, 2015, CITY OF LYNDEN

By: 

Mayor Scott Korthuis

ATTEST:



Mike Martin, City Clerk

AS TO FORM:



Bob Carmichael, City Attorney