

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 \$10,987; and

WHEREAS, Resolution No. 519 provided for a loan from the Railway Fund to the Sewer Fund for amount of \$15,000 and it has further been determined that the necessary transaction should be from the Railway Fund to the Street Fund for \$10,987;

NOW THEREFORE BE IT RESOLVED that the Railway Fund shall loan to the Street Fund the amount of \$10,987 to provide sufficient funds to purchase said backhoe/loader, and that said loan shall be repaid to the Railway Fund by the Street Fund 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invested in the Local Government Investment Pool during the period of the loan, and that Resolution No. 519 be hereby repealed.

Passed by the City Council this 25th day of April, 1978.

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


Nello Giovanini, Mayor


Arnold R. Evans, City Administrator/Recorder