

RESOLUTION NO. 2022-

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ROCKLIN
APPROVING A \$1,098,000 INTER-FUND LOAN FROM THE GENERAL FUND TO THE
WHITNEY RANCH TRUCK SEWER FEES FUND, AND APPROVING RELATED BUDGET
ADJUSTMENTS

WHEREAS, the City of Rocklin annexed the Northwest Rocklin Annexation Area into the City in 2002 and as part of this annexation, it was determined the sewer trunk line needed to be upsized in the future to accommodate growth in the area; and

WHEREAS, in 2013, the City, in coordination with South Placer Municipal Utility District (SPMUD) and developers, approved a public facilities development impact fee to provide a financing mechanism for the sewer trunk line upsizing (Reso. 2013-200), and the Whitney Ranch Trunk Sewer Fees Fund (306) was established; and

WHEREAS, the total estimated cost for the sewer trunk line upsizing project is \$1.75 million, including construction management/administration, design, and construction costs, and to date, approximately \$652,000 is available in the Whitney Ranch Trunk Sewer Fees Fund (306), requiring additional funding in the amount of \$1,098,000 to complete the project; and

WHEREAS, staff is recommending a \$1,098,000 interfund loan be approved from the General Fund (100) to the Whitney Ranch Trunk Sewer Fees Fund (306), to provide funding for the Northwest Rocklin Sewer Annexation Construction Project; the loan will be repaid over time with interest as development impact fees are collected from the remainder of development; and

WHEREAS, sufficient funds are available in the unreserved fund balance in the General Fund (100) for the loan.

NOW, THEREFORE, the City Council of the City of Rocklin does resolve as follows:

Section 1. The City Manager is authorized to increase the fiscal year 2022/23 expenditure budget in Fund 306 by \$652,100 from the fund balance in Fund 306.

Section 2. The General Fund loan to the Whitney Ranch Trunk Sewer Fees Fund for the Northwest Rocklin Sewer Annexation Construction Project in the amount of \$1,098,000 is approved.

Section 3. The City Manager is authorized to make the following financial transactions:

1. The principal and interest of the General Fund loan to the Whitney Ranch Trunk Sewer Fees Fund will be repaid from the Whitney Ranch Trunk Sewer Fees Fund. The interest will be calculated on City's investment pool rates annually until it is repaid.

2. The City Manager has the authority to administer the General Fund loan to the Whitney Ranch Trunk Sewer Fees Fund, and execute all financial transactions necessary for the distribution and repayment of the loan and interest.

3. The annual budget will include the payment of interest from the Whitney Ranch Trunk Sewer Fees Fund (306).

PASSED AND ADOPTED this 13th day of September, 2022, by the following vote:

AYES: Councilmembers:

NOES: Councilmembers:

ABSENT: Councilmembers:

ABSTAIN: Councilmembers:

Bill Halldin, Mayor

ATTEST:

Hope Ithurnburn, City Clerk