

RESOLUTION NO. 2021-02

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COVINGTON, WASHINGTON, TO APPROVE AN INTERFUND LOAN UP TO \$2,500,000 FROM THE GENERAL FUND TO CAPITAL INVESTMENT PROGRAM FUND FOR VARIOUS PHASES OF THE COVINGTON CONNECTOR PROJECT (CIP 1201) AND THE SR 516 – JENKINS CREEK TO 185TH AVENUE SE PROJECT (CIP 1127).

WHEREAS, the Capital Investment Program Fund has over \$21,219,757 of reimbursable grant projects anticipated; and

WHEREAS, the projected cashflow for the project estimates up to \$2,500,000 needing to be available to pay for expenses prior to receiving grant reimbursements; and

WHEREAS, pursuant to CMC 2.20.050(3), interest will not be charged on the loan as the Capital Investment Program fund is normally funded by the General Fund; and

WHEREAS, the loan will be scheduled for repayment by December 31, 2021; and

WHEREAS, the Washington State Auditor requires that the city shall not authorize a loan from any fund without obtaining the city council's approval;

NOW THEREFORE, the City Council of the City of Covington, King County, Washington, resolves as follows:

Section 1. Interfund Loan Authorized. The Covington City Council approves an interfund loan up to \$2,500,000 from the General Fund to Capital Investment Program Fund.

Section 2. Severability. If any section, paragraph, sentence, clause, or phrase of this resolution, or its application to any person or situation, be declared unconstitutional or otherwise invalid for any reason, or should any portion of this ordinance be pre-empted by state or federal law or regulation, such decision or preemption shall not affect the validity of the remaining portions of this resolution or its application to other persons or situation. The City Council of the City of Covington hereby declares that it would have adopted this resolution and each section, subsection, sentence, clauses, phrase, or portion thereof, irrespective of the fact that any one or more sections, subsections, sentences, clauses, phrases, or portions be declared invalid or unconstitutional.


Section 3. Corrections. Upon the approval of the City Attorney, the City Clerk and the codifiers of this resolution are authorized to make any necessary corrections to this resolution including, but not limited to, the correction of scrivener's/clerk errors, references, resolution numbering, section/subsection numbers, and any reference thereto.

Section 4. Ratification. Any act consistent with the authority and prior to the effective date of this resolution is hereby ratified and affirmed.

Section 5. Effective Date. This resolution shall be effective immediately upon passage by the City Council of the City of Covington.


Passed by the City Council of the City of Covington this 23rd day of February 2021.

Signed in authentication of its passage this 26TH day of February 2021.



Jeff Wagner, Mayor

AUTHENTICATED:



Joan Michaud, City Clerk

APPROVED AS TO FORM:

/s/ Mark Orthmann, as authorized by email on February 23, 2021
Mark Orthmann, City Attorney