

RESOLUTION NO. 113-08

**LOAN FROM CUMULATIVE RESERVE LANDFILL FUND 428-000-000
TO THE NORTH BAY/CASE INLET SEWER UTILITY FUND 403-100-020, THE HARTSTENE
POINTE SEWER UTILITY FUND 410-100-000 AND THE RUSTLEWOOD SEWER UTILITY
FUND 411-100-000**

WHEREAS, the North Bay/Case Inlet Sewer Utility, the Harstene Pointe Sewer Utility and the Rustlewood Sewer Utility needed financing of the settlement amount for the Sea Fresh Farms, Inc., et al, lawsuit;

WHEREAS, the Cumulative Reserve Landfill Fund is able and willing to provide financing to the North Bay/Case Inlet Sewer Utility, the Hartstene Pointe Sewer Utility, and the Rustlewood Sewer Utility to pay this settlement amount;

WHEREAS, each sewer utility will pay their share of the settlement amount (and the loan) on a pro-rata formula based on the number of sewer hookups in each sewer utility (See Exhibit A which is hereby incorporated as part of this resolution);

NOW THEREFORE BE IT RESOLVED, by the Mason County Board of County Commissioners that an interfund loan be established as follows:

FROM: Cumulative Reserve Landfill Fund 428-000-000
TO: North Bay/Case Inlet Sewer Utility Fund 403-100-020, Hartstene Pointe Sewer Utility Fund 410-100-000, and Rustlewood Sewer Utility Fund 411-100-000.
TERMS: Annual Interest Rate: 2.4%
Principal Amount: \$350,000
Duration of Loan: Three (3) Years
Debt Repayment: Three (3) Years
PURPOSE: Provide Financing.

APPROVED this 14th day of October 2008.

BOARD OF COUNTY COMMISSIONERS

Tim Sheldon

Tim Sheldon, Chairperson

Lynda Ring Erickson

Lynda Ring Erickson, Commissioner

Ross Gallagher

Ross Gallagher, Commissioner

ATTEST:

Rebecca S. Rogers

Rebecca S. Rogers, Clerk of the Board

APPROVED AS TO FORM:

Monty Cobb

Monty Cobb, Chief Civil Deputy Prosecutor

Exhibit A

Sewer Utility	Number of Hookups	Percent of Hookups	Allocation of Settlement
North Bay/Case Inlet	1,205	0.63	\$ 221,391
Harstene Pointe	533	0.28	\$ 97,927
Rustlewood	<u>167</u>	<u>0.09</u>	<u>\$ 30,682</u>
Total	1,905	1.00	\$ 350,000.00

Number of Hookups per Kerry Helser, Utilities Waste Management, on 5/13/08.
This is the distribution Kerry uses for paying the bills for each utility.