

**INTERFUND LOAN AGREEMENT BY AND BETWEEN THE FORT BRAGG  
GENERAL FUND AND THE FORT BRAGG WATER ENTERPRISE FUND**

In accordance with Resolution No. 3720-2014 of the Fort Bragg City Council approving and adopting an Interfund Loan Policy, the following Agreement is hereby approved as of June 30, 2017, between the Fort Bragg General Fund, as borrower and the Fort Bragg Wastewater Enterprise Fund, as lender, as authorized by Resolution No. XXXX-XXXX of the Fort Bragg City Council.

**Date of Loan:** July 1, 2017

**Amount:** \$187,105.10

**Annual Interest Rate:** 0.55%

**Term:** Commencing July 1, 2017 and maturing June 30, 2022.

**Payments:** Borrower will make payments as set forth in Schedule I in the amount of \$187,105.10 plus interest. Any unpaid balance as of June 30, 2022, shall be immediately due and payable in full.

**Collateral:** Any and all undesignated fund balance or other reserves available, excluding the operating reserve, shall be paid in accordance with Schedule I, and applied first to repay accrued interest and then to the principal balance outstanding.

**Right to Prepay:** Borrower has the right to make payments of principal at any time before they are due.

**Feasibility Analysis:** The Wastewater Enterprise Fund has sufficient funds to loan to the General Fund, as demonstrated by its current cash balance. The General Fund expects to repay the loan from undesignated fund balances and reserves, which are expected to be \$1,050,329 as of June 30, 2017. These balances and reserves are sufficient to cover the debt service requirement of this loan.

This agreement may be amended with the consent of the Fort Bragg City Council, provided the amendments are consistent with the City's Interfund Loan Policy.

ACKNOWLEDGED:

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City Manager

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Fund Manager

**Amortization Schedule - Interfund Loan**  
**From Fund 710 to Fund 110 (Resolution XXXX-XXXX)**  
**Purpose: Repayment of prior year over-allocations of overhead costs**

Loan Amount	\$ 187,105.10
Annual Interest Rate	0.55%
Loan Period In Years	5
No. of Pymts/Year	4
Start Date of Loan	07/01/17
Optional Extra Payments	

Scheduled Payment	\$ 9,490.91
Scheduled No. of Pymts	20
Actual No. of Pymts	20
Total Early Pymts	TBD
Total Interest	\$ 2,713.10

Pmt No.	Payment Date	Beginning Balance	Scheduled Payment	Extra Payment	Total Payment	Principal	Interest	Ending Balance
1	09/30/17	\$ 187,105.10	\$ 9,490.91		\$ 9,490.91	\$ 9,233.64	\$ 257.27	\$ 177,871.46
2	12/31/17	177,871.46	9,490.91		9,490.91	9,246.34	244.57	168,625.12
3	03/31/18	168,625.12	9,490.91		9,490.91	9,259.05	231.86	159,366.07
4	06/30/18	159,366.07	9,490.91		9,490.91	9,271.78	219.13	150,094.29
5	09/30/18	150,094.29	9,490.91		9,490.91	9,284.53	206.38	140,809.76
6	12/31/18	140,809.76	9,490.91		9,490.91	9,297.30	193.61	131,512.46
7	03/31/19	131,512.46	9,490.91		9,490.91	9,310.08	180.83	122,202.38
8	06/30/19	122,202.38	9,490.91		9,490.91	9,322.88	168.03	112,879.50
9	09/30/19	112,879.50	9,490.91		9,490.91	9,335.70	155.21	103,543.80
10	12/31/19	103,543.80	9,490.91		9,490.91	9,348.54	142.37	94,195.26
11	03/31/20	94,195.26	9,490.91		9,490.91	9,361.39	129.52	84,833.87
12	06/30/20	84,833.87	9,490.91		9,490.91	9,374.26	116.65	75,459.61
13	09/30/20	75,459.61	9,490.91		9,490.91	9,387.15	103.76	66,072.46
14	12/31/20	66,072.46	9,490.91		9,490.91	9,400.06	90.85	56,672.40
15	03/31/21	56,672.40	9,490.91		9,490.91	9,412.99	77.92	47,259.41
16	06/30/21	47,259.41	9,490.91		9,490.91	9,425.93	64.98	37,833.48
17	09/30/21	37,833.48	9,490.91		9,490.91	9,438.89	52.02	28,394.59
18	12/31/21	28,394.59	9,490.91		9,490.91	9,451.87	39.04	18,942.73
19	03/31/22	18,942.73	9,490.91		9,490.91	9,464.86	26.05	9,477.86
20	06/30/22	9,477.86	9,490.91		9,490.91	9,477.86	13.05	0.00
		\$ 189,818.20		\$ -	\$ 189,818.20	\$ 187,105.10	\$ 2,713.10	