

**RESOLUTION NO. 1312**

**A RESOLUTION OF THE CITY OF DAYTON, WASHINGTON, AMENDING  
RESOLUTION 1254, SECTION 3**

**WHEREAS**, on December 1, 2014, City Council authorized an interfund loan for the purchase of the new backhoe;

**WHEREAS**, the City expected the interfund loan to be repaid by the Equipment Repair and Replacement Fund;

**WHEREAS**, as prescribed by Section 3.1.7.60, Fund Types and Accounting, Type of Funds, of the Washington State Auditor Budgeting, Accounting, Reporting System, Principles, Number of Funds, the City should establish and maintain those funds required by law and its sound financial administration; and

**WHEREAS**, using numerous funds results in inflexibility, undue complexity, and inefficient financial administration; and

**WHEREAS**, the City has undertaken a comprehensive evaluation of their fund structure to determine whether individual funds have become superfluous; and

**WHEREAS**, the City has determined that several funds are superfluous and need to be eliminated from accounting and reporting; and

**WHEREAS**, the Equipment Replacement and Repair Fund will be eliminated; and

**WHEREAS**, it is necessary to re-establish the repayment fund(s) for the Interfund Loan authorized by Resolution No. 1254 for fiscal years 2016 and 2017.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF DAYTON, WASHINGTON, DOES HEREBY RESOLVE AS FOLLOWS:**

**Section 1.** Section 3 of Resolution No. 1254 is amended to read as follows:

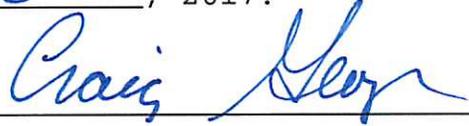
**Section 3.** The Equipment Repair and Replacement Fund shall make annual installments to the Cemetery Endowment Fund and the Cemetery Fund beginning October 2015. The principal shall be deposited into the Cemetery Endowment Fund and the

interest, at a rate of .707%, shall be deposited into the Cemetery Fund by October 31 of each year, except in years 2016 and 2017.

In 2016 and 2017, respectively, the annual principal installments shall be made to the Cemetery Endowment Fund and annual interest installments shall be made to the Current Expense Fund - Cemetery. The Capital Improvements Fund is responsible for 23.4% of the installments, Sewer Cumulative Reserve Fund is responsible for 33.5% of the installments and the Water Cumulative Reserve Fund is responsible for 43.1% of the installments.

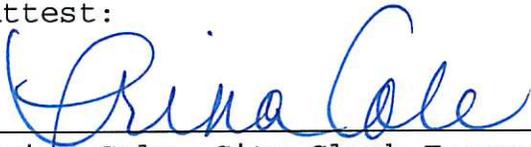
**Section 4.** There shall be no penalty for early pay-off.

**PASSED** by the City Council of the City of Dayton, Washington, on this 12TH day of JUNE, 2017.



Craig George, Mayor

Attest:



Trina Cole, City Clerk-Treasurer