

**CITY OF WEST RICHLAND
RESOLUTION NO. 53- 21**

**A RESOLUTION OF THE CITY OF WEST RICHLAND, WASHINGTON,
AUTHORIZING REPAYMENT AGREEMENT FOR USE OF COMMUNITY
ECONOMIC REVITALIZATION BOARD FUNDS BETWEEN THE CITY OF WEST
RICHLAND AND WASHINGTON STATE DEPARTMENT OF COMMERCE
ECONOMIC REVITALIZATION BOARD REGARDING COOPERATIVE WAY
PROJECT.**

A Resolution of the City of West Richland, Washington, authorizing and directing the Mayor to execute on behalf of the City of West Richland an agreement between the Washington State Community Economic Revitalization Board and the City of West Richland for aid in financing the costs of public facilities for the Cooperative Way Project consisting of the following scope of work: installation of approximately 3,155 LF of 12" water main, installation of approximately 5 fire hydrants, installation of approximately 115 LF of 6" water main, extension of approximately 2,500 LF of fiber to site, construction of approximately 820 linear feet of a new 36' wide urban roadway (Cooperative Way) which includes curb, gutter, sidewalks, street lights, storm drainage facilities, and the widening of Keene Road at two locations for left turn lanes and street lights.

The City of West Richland does hereby resolve as follows:

Section 1. That the Mayor of the City of West Richland be and he/she is hereby authorized and directed to execute, on behalf of the City of West Richland, a Final Contract between the Community Economic Revitalization Board and the City of West Richland and such other documents as may be required for securing aid in financing the cost of the above-described public facilities.

Section 2. The West Richland City Council has accepted the offer of the loan from the Community Economic Revitalization Board in the amount of \$600,000, said loan to bear interest at the rate of 1.5% per annum. The West Richland City Council has also accepted the offer of the grant from the Community Economic Revitalization Board in the amount of \$200,000.

Repayment of said \$600,000 general obligation loan shall be in consistent with the terms provided in the signed Initial Offer of Financial Aid and more particularly as follows:

- General Obligation loan of \$600,000
- Interest rate: 1.50 percent (5) per annum on the outstanding principal balance
- Term: 10 years maximum
- Grant of \$200,000

A copy of said Initial Offer of Financial Aid is attached hereto, designated as Exhibit A, and made a part hereof as though set forth herein in full.

The City of West Richland reserves the right to accelerate payments on principal and eliminate the interest on any accelerated principal payments without any prepayment penalties.

This obligation shall be considered as a legal general obligation of the City of West Richland and the City of West Richland hereby pledges its full faith and credit to the payment thereof.

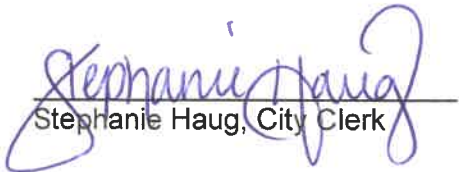
Section 3. The City of West Richland shall establish a separate fund to be known as the Community Economic Revitalization Board (CERB) Fund. Establishment of this fund applies to CERB grants and loans. In the case of a loan, there shall be sufficient moneys placed in this fund to meet the above-detailed repayment schedule. The source of payment is: City of West Richland General Fund.

PASSED BY THE CITY COUNCIL OF THE CITY OF WEST RICHLAND, WASHINGTON, this 16th day of November 2021.



Brent Gerry, Mayor

ATTEST:



Stephanie Haug, City Clerk

APPROVED AS TO FORM:



Bronson Brown, City Attorney

Washington State
Community Economic Revitalization Board

Initial Offer of Financial Aid

City of West Richland
Federal Tax Number: 91-6011881
Offer Date: September 16, 2021

The Community Economic Revitalization Board (CERB) is authorized by chapter 43.160 RCW to provide funds to political subdivisions to assist in financing the cost of certain public facilities. This Initial Offer of Financial aid is contingent upon the availability of CERB funds. CERB hereby offers to make funds available to the City of West Richland, hereafter referred to as the "Contractor," in order to aid in financing the cost of, or improvements to, public facilities consisting of The Cooperative Way Construction Project as described in the application (hereafter collectively referred to as the "Project").

This offer consists of:

- General Obligation loan of \$600,000
- Interest rate: 1.50 percent (%) per annum on the outstanding principal balance
- Term: 10 years maximum
- Grant of \$200,000

This offer is subject to completion of pre-contract conditions, as described in Attachment A.

A final contract shall be developed by CERB prior to disbursement of funds. No project costs incurred prior to this offer date will be reimbursed by CERB. In the event a final contract is not executed, no CERB funds will be disbursed.

If accepted, this Initial Offer of Financial Aid must be signed and returned to CERB by **October 29, 2021**.

ACCEPTANCE

FOR CERB

DocuSigned by:

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Randy Hayden, Chair
Community Economic Revitalization Board

Date: 10/25/2021 | 10:45 AM PDT

FOR THE CONTRACTOR

DocuSigned by:

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Brent Gerry, Mayor/Chief Operating Officer
City of West Richland

Date: 10/25/2021 | 10:20 AM PDT

CERB Pre-Contract Requirements

Initial Offer of Financial Aid

If you wish to accept CERB's offer, please sign and return **two original copies of the enclosed Initial Offer of Financial Aid by October 29, 2021**. A copy of the executed Initial Offer will be forwarded for the City's records.

If the terms and conditions of this offer are not acceptable, you may request in writing that CERB reconsider, amend or modify its offer.

Pre-Contract Requirements

Please complete the conditions below and submit the appropriate documentation to CERB.

If all conditions are not completed by **March 17, 2022**, you have the option to request an extension from the Board. If the Board does not approve an extension of the initial offer, the offer will expire.

1. Repayment Resolution or Ordinance
2. Finalized Budget
3. Finalized Scope of Work
4. National and/or State Environmental Protection Act Certification
5. Statement regarding permits and clearances
Note: This statement pertains only to the public project, and is not intended to extend to the requirements, which must be met by the private development.
 - a. BPA Land Use Permit
 - b. Construction Plan Approval
6. Governor's Executive Order 21-02: Cultural Resource Review & Tribal Consultation
7. Evidence that the following matching funds for the public project have been secured from the following or alternate sources:

a. Rural County Capital Funds	\$200,000	CASH
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8. Evidence that the private investment is secured:

a. BRE A	\$6,000,000	CASH
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Loan Amortization Schedule

Enter values	
Loan amount	\$ 600,000.00
Annual interest rate	1.50 %
Loan payment period in years	10.00
Number of payments per year	1
Date of first payment	7/31/2023
Payments on First or Last of month	Last
# of deferred Principal payments	0
# of deferred Principal & interest payments	0

Loan summary	
Scheduled payment	\$
Scheduled number of payments	10
Number of payments including P&I deferral	10
Total interest	\$ 54,725.57

Contractor name: City of West Richland
 Assumptions: Enter Amount of Principal plus deferred interest

First period is a full period, i.e. If payments are yearly then interest is for full year.
 Payments are always due on the first or last day of the month.

Pmt#	Pmt Date	Beginning Balance	Principal	Accrued Interest	Paid Interest	Total Payment	Loan Balance	Cumulative Interest
1	7/31/2023	\$ 600,000.00	\$ 5,992.53	\$ 12,857.00	\$ 12,857.00	\$ 65,472.56	\$ 547,384.44	\$ 12,857.00
2	7/31/2024	\$ 547,384.44	\$ 5,726.79	\$ 8,210.77	\$ 8,210.77	\$ 65,472.56	\$ 490,122.65	\$ 21,067.77
3	7/31/2025	\$ 490,122.65	\$ 5,420.72	\$ 7,351.84	\$ 7,351.84	\$ 65,472.56	\$ 432,001.93	\$ 28,419.61
4	7/31/2026	\$ 432,001.93	\$ 5,092.53	\$ 6,480.03	\$ 6,480.03	\$ 65,472.56	\$ 373,009.40	\$ 34,899.64
5	7/31/2027	\$ 373,009.40	\$ 4,777.42	\$ 5,595.14	\$ 5,595.14	\$ 65,472.56	\$ 313,131.98	\$ 40,494.78
6	7/31/2028	\$ 313,131.98	\$ 4,475.58	\$ 4,696.98	\$ 4,696.98	\$ 65,472.56	\$ 252,356.40	\$ 45,191.76
7	7/31/2029	\$ 252,356.40	\$ 4,187.21	\$ 3,785.35	\$ 3,785.35	\$ 65,472.56	\$ 190,669.19	\$ 48,977.11
8	7/31/2030	\$ 190,669.19	\$ 3,912.52	\$ 2,860.04	\$ 2,860.04	\$ 65,472.56	\$ 128,056.67	\$ 51,837.15
9	7/31/2031	\$ 128,056.67	\$ 3,651.71	\$ 1,920.85	\$ 1,920.85	\$ 65,472.56	\$ 64,504.96	\$ 53,758.00
10	7/31/2032	\$ 64,504.96	\$ 0.00	\$ 967.57	\$ 967.57	\$ 65,472.53	\$ (0.00)	\$ 54,725.57