

1 RESOLUTION NO. RES-22-0156

2
3 A RESOLUTION OF THE CITY COUNCIL OF THE
4 CITY OF LONG BEACH AUTHORIZING THE CITY
5 MANAGER, OR DESIGNEE, TO RECORD A 10-YEAR
6 INTERFUND LOAN OF \$21,832,202 FROM THE GENERAL
7 FUND'S OWN PORTION OF THE FLEET ACQUISITION
8 FUND TO THE GENERAL FUND TO REIMBURSE
9 \$21,832,202 FROM THE GENERAL FUND TO THE WATER
10 FUND, PURSUANT TO THE OUTCOME OF THE MEASURE
11 M LITIGATION

12
13 WHEREAS, the Measure M litigation requires the General Fund to reimburse
14 the Water Fund \$21.8 million by September 20, 2022; and

15 WHEREAS, to avoid reducing the General Fund's cash reserves by that
16 amount, internal borrowing from the Fleet Acquisition Fund, which is an inter-service fund,
17 into the General Fund is the best approach;

18 NOW, THEREFORE, the City Council of the City of Long Beach resolves as
19 follows:

20 Section 1. The City Manager, or designee, is authorized to approve a 10-
21 Year Interfund Loan of \$21,832,202 from the Fleet Acquisition Fund to the General Fund.

22 Section 2. The term of the Interfund Loan is ten (10) years, with interest
23 only the first year. Each of the annual principal payments in fiscal years 2023-24 through
24 2031-32 will be \$2,425,800, payable on the anniversary date of the loan. Each fiscal year,
25 simple interest will be paid by the General Fund to the Fleet Acquisition Fund for interest
26 earned the previous fiscal year, at the same rate earned by the pooled cash investment
27 portfolio managed by the City Treasurer.

28 Section 3. This resolution shall take effect immediately upon its adoption

1 by the City Council, and the City Clerk shall certify the vote adopting this resolution.

2 I hereby certify that the foregoing resolution was adopted by the City Council
3 of the City of Long Beach at its meeting of September 6, 2022 by the
4 following vote:

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6 Ayes: Councilmembers: Zendejas, Allen, Price, Supernaw, Saro,
7 Uranga, Austin, Richardson.

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10 Noes: Councilmembers: None.

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12 Absent: Councilmembers: Mungo.

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14 Recusal(s): Councilmembers: None.

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City Clerk

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