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*Executive Assistant
Kennewick Irrigation District
2015 South Ely Street
Kennewick, WA 99337*

KENNEWICK IRRIGATION DISTRICT RESOLUTION 2021-04

Authorization for Draw from the Banner Bank Loan for the Lorayne J Project

A **RESOLUTION** of the Board of Directors of Kennewick Irrigation District (KID), Benton County, Washington, authorizing a draw from the Banner Bank Loan to cover the funds required to repay of the Department of Health drinking water loan for Lorayne J.

Section 1. RECITALS AND FINDINGS.

1.1 The KID Board of Directors has worked with staff over the last several years to upgrade and transfer the drinking water infrastructure for the Lorayne J potable water system to the City of Richland. The Board has voted affirmatively a number of times on a series of steps in this process. The Board approved an agreement with the City of Richland to transfer the Lorayne J potable infrastructure to the City. In this agreement, KID agreed to repay the Washington State Department of Health drinking water loan and collect the amounts due from the Lorayne J customers to pay for the new system.

1.3 This resolution would allow KID to make a draw on KID's Banner Bank Loan to cover the funds that KID used to repay the Lorayne J Department of Health Drinking Water Loan. The payments from Lorayne J customers per Resolution 2021-02 would be used to repay the Lorayne J proportional share of the Banner Bank loan.

1.4 The amount to draw on the Banner Bank Loan would be:

50% Share of Loan Repaid	\$921,065
Funds in Lorayne J Fund (1/31/21)	<u>\$353,113</u>
Funds to Draw from Banner Bank Loan	\$567, 952

RESOLUTION 2021-04 IS HEREBY ADOPTED by the Board of Directors of Kennewick Irrigation District, Benton County, Washington, authorizing the withdrawal of \$567,952 from the KID Banner Bank Loan to be deposited in the Lorayne J fund to cover expenses related to the Lorayne J Project, and the surcharges established in Resolution 2021-02 will be utilized to repay the Banner Bank Loan at a regular open public meeting with a quorum present thereof this 16th day of February, 2021.


Gene Huffman, President


Kirk Rathbun, Vice President


David McKenzie, Director

ABSENT
Arland Ward, Director


Dean Dennis, Director