

**LINE OF CREDIT  
INTERGOVERNMENTAL AGREEMENT  
Between  
PACIFIC COUNTY, WASHINGTON  
And  
PACIFIC COUNTY DRAINAGE DISTRICT #1**

**WHEREAS**, this Intergovernmental Agreement, ("AGREEMENT") is made between Pacific County ("COUNTY"), and Pacific County Drainage District #1 ("DISTRICT").

**WHEREAS**, the COUNTY's Finance Committee has reviewed, and approved, three previous requests made by the DISTRICT for this type of financial assistance, and has determined that this investment meets the guidelines of approved types of investments, and

**WHEREAS**, due to receipt of grant revenue to address ongoing erosion in the North Cove area is only being paid on a reimbursement basis, the DISTRICT will experience an intermittent cash flow shortage; and

**WHEREAS**, the DISTRICT has taxing authority to collect funds for repayment of this Line of Credit AGREEMENT from its customers should project costs not be reimbursed by the grant as anticipated; and

**WHEREAS**, the COUNTY has passed Resolution No. 2020-\_\_\_\_\_ which authorized a line of credit in the amount of \$300,00 for the DISTRICT from the COUNTY'S Cumulative Reserve Fund #197, including a 3% annual interest rate.

**NOW THEREFORE IT IS HEREBY RESOLVED** that the COUNTY authorizes this Line of Credit AGREEMENT from the COUNTY's Cumulative Reserve Fund #197 in the following amount:

- A Line of Credit AGREEMENT not to exceed \$300,000 will be paid to the DISTRICT in a one-time transfer to be made by the Treasurer. The line of credit will be repaid in full (principal + interest) by December 31, 2020.

This Line of Credit AGREEMENT is made subject to the following conditions:

- The term will be as indicated above. This AGREEMENT and the performance of the parties hereto shall continue in effect through the 31<sup>st</sup> day of December, 2020, unless terms of loan are satisfied sooner.
- Interest will be applied at a rate of 3% per annum.
- The full faith, credit and resources of the DISTRICT are pledged irrevocably for the full payment of the Line of Credit AGREEMENT until such time that the line of credit amount is paid in full.

**BE IT HEREBY FURTHER RESOLVED** that the Treasurer will provide an invoice to the DISTRICT one month prior to the end date of this AGREEMENT, and will receive payment(s) to be deposited in the County's Cumulative Reserve Fund #197.

**IN WITNESS WHEREOF**, representatives of both the DISTRICT and the COUNTY executed this AGREEMENT on the date(s) so noted below.

PAC CO DRAINAGE DISTRICT #1

BOARD OF COUNTY COMMISSIONERS  
PACIFIC COUNTY, WASHINGTON

\_\_\_\_\_  
David Cottrell, Chair

\_\_\_\_\_  
Date

\_\_\_\_\_  
Frank Wolfe, Chair

APPROVED AS TO FORM

\_\_\_\_\_  
Lisa Olsen, Commissioner

\_\_\_\_\_  
Prosecutor's Office

\_\_\_\_\_  
WSBA #

\_\_\_\_\_  
Michael Runyon, Commissioner

ATTEST:

\_\_\_\_\_  
Marie Guernsey, Clerk of the Board