

August 15, 1991

Introduced by: LOIS NORTH  
Proposed No.: 91 - 683

MOTION NO. 8379

1  
2 A MOTION authorizing the Executive Finance  
3 Committee to make interim loans of up to  
4 \$4,900,000 to the Building and Land  
5 Development Fund from a consortium of Public Works  
6 capital funds.

7 WHEREAS, the Building and Land Development Fund is  
8 experiencing immediate cash flow shortfalls that will require  
9 interim financing, and

10 WHEREAS, a long term program to restore the Building and  
11 Land Development fund to an acceptable financial status is  
12 dependent on immediate efforts to improve productivity and  
13 reduce backlogs of work within the fund, and

14 WHEREAS, there are significant issues to be resolved during  
15 the remainder of 1991 related to identifying total borrowing  
16 requirements and financial sharing of loan and deficit costs  
17 between fee and non-fee based elements associated with the BALD  
18 fund, and

19 WHEREAS, the Executive Finance Committee has authorized an  
20 additional loan commitment of up to \$1,000,000 from the County  
21 Road Construction Fund on an interim basis, to provide time for  
22 Council consideration of additional loan requirements, and

23 WHEREAS, projections of loan requirements through the  
24 remainder of 1991 indicate that total loan needs of up to  
25 \$4,900,000 including the interim loan of \$1,000,000 may be  
26 required if significant steps are to be taken to reduce work  
27 backlogs, improve financial and information systems, and  
28 enhance productivity, and

29 WHEREAS, there is a consortium of public works capital  
30 funds that can provide the cash resources for a BALD loan as an  
31 investment of existing funds without impacting existing project  
32 commitments this year;

33 NOW, THEREFORE, BE IT MOVED by the Council of King County:

34 The executive finance committee is hereby authorized to make  
35 a loan of up to \$4,900,000 to the Building and Land Development

1 Fund from a consortium of public works capital funds to provide  
2 for cash flow requirements through the end of 1991.

3 Provided that:

4 The council expects at the end of 1991 a permanent  
5 refinancing plan will be in place to repay the funds currently  
6 advanced from Current Expense, the interim loan, this loan  
7 authorization, and any future loan requirements.

8 PASSED this 26<sup>th</sup> day of August, 1991.

9 KING COUNTY COUNCIL  
10 KING COUNTY, WASHINGTON

11 Lois North  
12 Chair

13 ATTEST:

14 Gerald A. Leter  
15 Clerk of the Council