

ISLAND COUNTY FIRE DISTRICT #5
RESOLUTION # 95-01

January 5, 1995

Authorization to Acquire a Municipal Note

Fire Protection Districts are granted authority under R.C.W. 52.12.021 to levy and enforce the collection of taxes against the lands located within the district as provided under Title 52 R.C.W. Chapter 39.50 R.C.W. authorizes fire protection districts to borrow money for any lawful purpose. The obligation must be repaid from money derived from sources anticipated at the time of issuance of the debt. The form, term, interest rate and other conditions are established by resolution of the Board of Fire Commissioners.

Chapter R.C.W. 39.36 sets a statutory debt limit on Fire Protection Districts at three eights of one percent of the total value of the taxable property within the district for *non-voter* approved debt. The 1994 estimated taxable value of Fire District 5 is \$501,291,838 and non-voter approved debt equals \$22,254.00. (This debt is retired in December 1995)

Form, Term and Conditions

District 5 is seeking a \$342,000.00 note from Whidbey Island Bank to be paid back monthly in 4.5 years at an interest rate not to exceed 6.75% per annum. These funds will enable the District to purchase 4 needed vehicles over the next two years.

Expenditure of District cash reserves and this note will occur over the next two years. \$315,000.00 spent in 1995 and \$210,000.00 in 1996 for a total of \$528,000.00. It is the intent of the Fire District to invest these monies as long as practicable to off set charges and maximize resources. The note will be redeemed from annual current expense funds.


Planned purchases include (1) rescue unit, (1) 2,000 gallon water tanker, and (2) Fire engines and miscellaneous small tools and equipment. The rescue unit and water tanker will be acquired in 1995 and delivery of the fire engines in 1996.

Therefore be it resolved that Commissioner Engle and the Fire Chief Joseph R. Biller are authorized and empowered to act on behalf of Fire Protection District 5 to negotiate, execute and deliver the necessary and lawful documents to borrow \$342,000.00 from Whidbey Island Bank to be used to purchase and equip the 4 vehicles listed above as witnessed by the District Secretary.

Adopted at the regular meeting of the Board of Commissioners of Fire Protection District 5 on the 5th. day of January, 1995.


Chairman


Commissioner


Commissioner

Attest:


Delane t. Ryan, District Secretary