



Executive Summary

Issue Title: Resolution to Loan up to \$40,000 to Village Green Metropolitan Park District as an Advance on 2012 Tax Receipts

Meeting Date: February 28, 2011

Time Required: 15 minutes

Attendees: Meredith Green

Action Requested At This Meeting:

Approve a loan/line of credit of up to \$40,000 to the Village Green Metropolitan Park District (VGMPD)

Issue: The voters approved creation of the VGMPD in August 2010. The VGMPD Commissioners have budgeted \$40,000 in expenses in 2011, but the VGMPD will not be able to levy taxes until 2012. A loan/line of credit will allow the VGMPD to make progress on the park and maintain the momentum developed during the formation of the VGMPD

Background: If approved, Kitsap County will loan VGMPD up to \$40,000 as an advance on 2012 taxes. Interest will be charged at the earnings rate of our investment pool. Half the principal plus interest will be repaid on 4/30/2012, and the remainder will be repaid on 10/31/2012.

Alternatives: The status quo is for the VGMPD to delay expenditures until 2012, which would inhibit progress. The VGMPD might be able to find another source for the loan, which would likely be more expensive and cause more work for County staff.

	Option 1	Option 2	Status Quo
Pros:	Continued progress on park	No risk of loss	No risk of loss
Cons:	Minimal Risk of loss (minimal because VGMPD has agreed to levy taxes in 2012)	Delayed Progress	Delayed Progress
Costs:	Minimal Staff Time	More Staff Time	More Staff Time

.Recommendation:

Approve a loan/line of credit to the VGMPD. This will allow the MPD to move more quickly.

Follow-up Notes & Outcomes:

Attachments:

VGMPD 2011 Budget
Promissory Note