

CITY OF MARYSVILLE AGENDA BILL

EXECUTIVE SUMMARY FOR ACTION

CITY COUNCIL MEETING DATE: 09/27/2021

AGENDA ITEM:	
A RESOLUTION OF THE CITY OF MARYSVILLE AUTHORIZING A \$393,753.00 INTERFUND LOAN FROM THE GENERAL FUND 001 TO THE COVID 119 FUND 119, AND ESTABLISHING A PAYMENT PLAN	
PREPARED BY:	DIRECTOR APPROVAL:
Sandy Langdon, Finance Director	
DEPARTMENT:	
Finance	
ATTACHMENTS:	
Proposed Resolution	
BUDGET CODE:	AMOUNT:
SUMMARY:	

In the fourth quarter of 2020 the City entered into an agreement with Snohomish County to provide COVID-19 business relief grants to businesses within the city limits. The amount of the agreement was \$393,753.00 and a completion date of December 30, 2020.

The City granted the full amount of the agreement to businesses within the completion deadline and requested reimbursement from the County prior to the end of the year. Reimbursement funds were received on March 10, 2021, after the end of the year resulting in a negative cash balance.

To adjust the negative cash balance to be reflected properly in the financial statements requires an interfund loan. The proposed resolution establishes the interfund loan and provides for a payment plan.

RECOMMENDED ACTION:

Staff recommends that Council authorize the Mayor to sign and execute the Resolution Authorizing a \$393,753.00 Interfund Loan from the General Fund 001 to the COVID 19 Fund 119 and Establishing a Payment Plan.

RECOMMENDED MOTION:

I move to authorize the Mayor to sign and execute Resolution No. _____.

CITY OF MARYSVILLE
Marysville, Washington

RESOLUTION NO. _____

**A RESOLUTION OF THE CITY OF MARYSVILLE AUTHORIZING A
\$393,753.00 INTERFUND LOAN FROM THE GENERAL FUND 001
TO THE COVID 19 FUND 119, AND ESTABLISHING A PAYMENT PLAN.**

WHEREAS, the COVID 19 (Fund) was established in 2020, and

WHEREAS, the Fund receives federal funding on a reimbursement basis, and

WHEREAS, the pandemic created a higher need for disbursement of CARES Act funds, and

WHEREAS, the need for short-term financing is necessary and accordingly, establish an short-term inter-fund loan from the General Fund; and

WHEREAS, Code of Federal Regulations (CFR) Title 2, Sub-Section 200.449 – Interest identifies interest on use of non-Federal entity’s own funds is an unallowable cost; and

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MARYSVILLE, WASHINGTON that:

There is established an inter-fund loan in the amount of \$393,753.00 from the General Fund 001 to the COVID 19 Fund 119.

BE IT FURTHER RESOLVED BY THE CITY COUNCIL OF THE CITY OF MARYSVILLE that

The Loan shall be repaid from the COVID Fund 119 to the General Fund 001 on or before 10/1//2021.

ADOPTED by the City Council at an open public meeting this _____ day of _____, 2020.

CITY OF MARYSVILLE

By _____
Jon Nehring, MAYOR

Attest:

By _____
Jan Berg, CITY CLERK

Approved as to form:

By _____
Jon Walker, CITY ATTORNEY