

**CITY OF MONROE
RESOLUTION NO. 014/2020**

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
MONROE, WASHINGTON, AUTHORIZING AN INTERFUND
LOAN FROM FUND 520 EQUIPMENT AND FLEET
MANAGEMENT TO FUND 307 CAPITAL IMPROVEMENTS.

WHEREAS the City of Monroe has secured grant funding to make improvements to its building on behalf of the Boys and Girls Club; and

WHEREAS expenditures associated with these improvements must be incurred prior to grant reimbursement; and

WHEREAS these expenditures and reimbursements are recorded in the City of Monroe's Fund 307 Capital Improvements; and

WHEREAS there is a need for interim financing to Fund 307 to offset the timing differences between expenditures and reimbursements; and

WHEREAS Fund 520 Equipment and Fleet Management has resources in excess of current needs for the duration of this Interfund Loan; and

WHEREAS the City of Monroe's Debt Service Policy as adopted by Resolution No. 018/2018 allows for the use of Interfund Loans for short term, temporary financing to assist with cash flow timing associated with grant funding;

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF MONROE, WASHINGTON, HEREBY RESOLVES AS FOLLOWS:

Section 1. Fund 520 Equipment and Fleet Management (lending fund) shall hereby loan up to \$1,000,000 (one million dollars) to Fund 307 Capital Improvements (borrowing fund) to address cash flow timing differences between expenditures and reimbursements.

Section 2. The borrowing fund may borrow only what is needed for cash flow purposes up to a maximum of \$1,000,000 (one million dollars). The Finance Director, with review and approval by the City Administrator, shall determine the amount needed each month to address cash flow timing.

Section 3. Interest shall accrue and be paid by the borrowing fund to the lending fund on the last business day of each month based on the net interest earnings of the State's Local Government Investment Pool (LGIP) and the principal outstanding on said date. LGIP net interest for July 2020 was 0.3106%.

Section 4. This Interfund Loan may be paid in full at any time but shall be due in full no later than December 31, 2021.

ADOPTED by the City Council of the City of Monroe, at its regular meeting thereof, and APPROVED by the Mayor this 25th day of August, 2020.

Adopted: August 25, 2020
Effective: August 25, 2020

CITY OF MONROE, WASHINGTON:

(SEAL)



Geoffrey Thomas, Mayor

ATTEST:

APPROVED AS TO FORM:



[Becky Hasart \(Aug 26, 2020 09:32 PDT\)](#)
Rabecca R. Hasart, Interim City Clerk



[Zach Lell \(Aug 26, 2020 09:48 PDT\)](#)
J. Zachary Lell, City Attorney