

Ordinance No. 663 

An ordinance authorizing an interfund loan
from the Current Expense Fund to the Street Project Fund

WHEREAS, the City undertook work in 2022 on the City's streets and that work was to be reimbursed by the State of Washington pursuant to a grant award the City had received associated with crack sealing city streets;

WHEREAS, events transpired where the work was paid for, but the reimbursement was not completed and finalized with the State prior to the end of 2022;

WHEREAS, during the work of a consultant and City staff to complete the City's required annual report, it was discovered that the reimbursement had not been finalized as required to obtain the grant reimbursement;

WHEREAS, an interfund loan is required to address the matter and to properly account for the transactions that took place and complete the necessary reports within the City's annual report;

WHEREAS, the loan amount from the Current Expense Fund to the Street Project Fund would be for the sum of \$120,287.81 with the repayment to be from the awarded grant funds from the State expected to be received no later than 31 Dec 2023;

BASED THEREON, THE CITY COUNCIL OF THE CITY OF FORKS DO ORDAIN AS
FOLLOWS:

Section 1. The recitals above are hereby adopted by the City Council as the findings for this ordinance.

Section 2. Interfund Loan Authorized. The City Council hereby authorizes an interfund loan subject to the terms and conditions as follows:

- (a) An interfund loan in an amount not to exceed \$120,287.91 is hereby approved to be made from the Current Expense Fund to the Street Fund.
- (b) Per State guidelines, this type of transaction need not require interest to be imposed upon the interfund loan.
- (c) This loan is to be considered "temporary" and not a "permanent diversion" of funds.
- (d) The loan period is set for eight months with the payment of principal due at or prior to the end of the eight-month loan period.

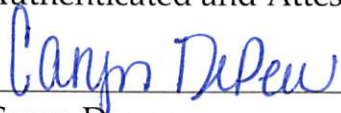
Section 3. Effective Date. This ordinance shall take effect five days after it has been published within the City's journal of record as provided for by law.

Passed by the City Council on this 8th day of May, 2023



Tim Fletcher, Mayor

Authenticated and Attested to:



Caryn Depew
Clerk/Treasurer

Approved as to Form:



William R. Fleck
Attorney/Planner