




City of Arlington Council Agenda Bill

**Item:
WS #1
Attachment
B**

COUNCIL MEETING DATE:	
March 12, 2018	
SUBJECT:	
Inter-fund Loan from Growth Fund to EMS Fund	
ATTACHMENTS:	
Loan Worksheet – Exhibit 1	
DEPARTMENT OF ORIGIN	
Finance; Kristin Garcia, Finance Director 360-403-3431	
EXPENDITURES REQUESTED:	\$121,212
BUDGET CATEGORY:	Growth Fund
BUDGETED AMOUNT:	\$223,915
LEGAL REVIEW:	
DESCRIPTION:	
<p>The EMS fund required a loan of \$121,212 as revenues were not sufficient to cover operating expenses. This brings the total outstanding balance on the loan to \$286,690 which exceeds the amount authorized in the budget.</p>	
HISTORY:	
<p>The previous outstanding loan from 2017 has not been fully repaid. The outstanding balance on the 2017 loan is \$26,000. In January the fund required a loan of \$139,478.</p>	
ALTERNATIVES:	
<p>Do not approve the inter-fund loan and allow the fund to be negative. This could violate RCW 43.09.210 which states that no fund should unfairly benefit from another.</p>	
RECOMMENDED MOTION:	
<p>Workshop; discussion only. At the March 19, 2018 council meeting, the motion will read; "I move to authorize the finance director to take an inter-fund loan of \$121,212.</p>	

2018 Interfund Loans

Exhibit 1

Interest to be repaid at the Local Government Investment Pool monthly rate

FROM: Growth Fund	Date	Loan Amount	Interest Rate	Interest Charges	Payments		Principal Loan Balance
					Interest	Principal	
TO: EMS Fund	Beg. Balance	\$ 26,000.00		\$ -	\$ -	\$ -	\$ 26,000.00
	1/31/2018	\$ 139,477.72	0.014290	\$ 30.96	-	-	165,477.72
	2/28/2018	\$ 121,212.00	0.014731	\$ 203.14	-	-	286,689.72
	3/31/2018			\$ -			286,689.72
	4/30/2018			\$ -			286,689.72
	5/31/2018	-		\$ -			286,689.72
	6/30/2018			\$ -		-	286,689.72
	7/31/2018			\$ -		-	286,689.72
	8/31/2018			\$ -		-	286,689.72
	9/30/2018			\$ -		-	286,689.72
	10/31/2018			\$ -		-	286,689.72
	11/30/2018			\$ -		-	286,689.72
	12/31/2018			\$ -		-	286,689.72
		<u>\$ 286,689.72</u>		\$ 234.10	-	-	

234.10