

**CITY OF SNOHOMISH
Snohomish, Washington**

ORDINANCE 2286

AN ORDINANCE OF THE CITY OF SNOHOMISH TRANSFERRING AGGREGATE AND RESIDUAL BALANCES FROM FUNDS 106, 110, 118, 174, 206, 214, 303, 432, 433, 434, 451, 452, 471, 472, 473, 474, 603, 605, 621 TO EXISTING FUNDS 001, 205, 310, 401, 402 AND 404; CLOSING FUNDS AND REPEALING PORTIONS OF ORDINANCES AUTHORIZING THE ESTABLISHMENT OF FUNDS 106, 110, 118, 174, 206, 214, 303, 432, 433, 434, 451, 452, 471, 472, 473, 474, 603, 605, 621; PROVIDING FOR SEVERABILITY AND EFFECTIVE DATE.

WHEREAS, certain funds were previously established by the City Council and are no longer active, required or operating funds of the City of Snohomish; and

WHEREAS, from time to time, best practices developed by the Government Accounting Standards Board, Government Finance Officers Association and the Washington State Auditor's Office provide guidance to local governments to ensure a high standard of financial management, accounting practices and financial reporting; and

WHEREAS, Governmental Accounting Standards Board (GASB), Statement No. 54 on Fund Balance Reporting and Governmental Fund Type Definitions, guides fund reserves for both governmental and proprietary funds. Residual cash and fund balances for non-required utility reserve funds 432, 433, 434, 451, 452, 471, 472, 473 and 474 will be split and designated according to GASB Statement 54 to include unassigned fund balance for operating, restricted fund balance for debt service obligations and committed fund balance for capital outlay; and

WHEREAS, the Washington State Auditor's Office Budgeting, Accounting and Reporting System (BARS) prescribes accounting and reporting systems in the BARS Manual Section 3.1.7.50, in accordance with RCW 43.09.200, that guides the City of Snohomish on fund types and the number of funds necessary for governmental accounting and financial reporting; and

WHEREAS, pursuant to Ordinance 2280 the City Council adopted the 2015 Budget which identified current operating and non-operating funds to be used for tracking and reporting on the fiscal condition of the City of Snohomish, and set the estimated beginning fund balances anticipated within the budget, to include the fund transfers set forth in this ordinance, and as a result, all provisions of Ordinance 2280 remain unchanged by this ordinance;

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SNOHOMISH, WASHINGTON DO ORDAIN AS FOLLOWS:

Section 1. The totals of aggregate cash and residual balances for each separate fund, set forth in summary form below as “Old Fund”, are transferred accordingly, to existing “Current fund” as follows:

Old Fund	Fund Name	Total Fund Balance	Transfer to Current Fund
106	Employee Optional Payout	3,461.37	001
110	Real Property Reserve	0.54	310
118	Municipal Capital Reserve	5,038.97	310
174	Harbor Improvement	2,793.60	310
206	Lid Guarantee	9,632.16	205
214	CLID 86-1/87-1	646.53	205
303	Rivertrail Construction	14.36	310
432	Utility Capital Projects	463,997.47	401
		343,920.23	402
		417,062.05	404
433	Trunkline Debt Service	340,645.44	402
434	Storm Water Management	4,306.92	404
451	Utility Bond Reserve	974,555.04	402
452	Utility Rate Reserve	236,306.02	402
471	Utility Connection Reserve	700,912.24	401
		1,151,567.28	402
472	Utility Equipment Replace	258,271.68	401
		78,097.82	402
		140,694.47	404
473	Utility System Replacement	(577,657.11)	401
		2,043,316.63	402
		84,108.00	404
474	Bio Solids Reserve	82,489.88	402
603	Sr Center Reserve Fund	667.77	310
605	Gateway Fund	877.40	001
621	UGA Expansion Trust	1,825.76	310
Total Fund Balance for Transfer		6,767,552.52	

For accounting purposes, and consistent with the provisions of the adopted 2015 budget, the effective date of the above transfers shall be December 31, 2014.

Section 2. Within Fund 473 Utility System Replacement a deficiency exists for Water System reserves and said funds shall be reimbursed from the Water Enterprise Fund 401 prior to the transfer of reserves to Fund 402 and 404.

Section 3. Funds 106, 110, 118, 174, 206, 214, 303, 432, 433, 434, 451, 452, 471, 472, 473, 474, 603, 605, and 621 previously established by the City of Snohomish, and only that portion of any ordinances establishing said funds are hereby repealed and the funds are hereby closed.

Section 4. Effective Date. This ordinance shall become effective five (5) days following passage and publication.

ADOPTED by the City Council and **APPROVED** by the Mayor this 17th day of February, 2015.

CITY OF SNOHOMISH

By _____
Karen Guzak, Mayor

ATTEST:

APPROVED AS TO FORM:

By _____
Torchie Corey, City Clerk

By _____
Grant K. Weed, City Attorney