

**Carson City
Agenda Report**

Date Submitted: May 28, 2013

Agenda Date Requested: June 6, 2013

Time Requested: Consent

To: Mayor and Supervisors

From: Nick Providenti , Director of Finance

Subject Title: For Possible Action: Action to adopt a resolution for temporary interfund loans from the General Fund to the Regional Transportation Fund, Street Maintenance Fund, and the Grant Fund for amounts not to exceed \$120,000, \$250,000 and \$500,000, respectively. (Nick Providenti)

Staff Summary: The Regional Transportation Fund, Street Maintenance Fund, and Grant Fund may incur temporary cash shortages at June 30, 2013. The interfund loans would enable the City to cover the temporary cash shortages in these funds if necessary.

Type of Action Requested: (Check One)

Resolution

Ordinance

Formal Action/Motion

Other (Specify)

Does this Action Require a Business Impact Statement: Yes No

Recommended Board Action: I move to adopt Resolution No. _____, a resolution for temporary interfund loans from the General Fund to the Regional Transportation Fund, Street Maintenance Fund, and Grant Fund for amounts not to exceed \$120,000, \$250,000 and \$500,000, respectively.

Explanation for Recommended Board Action: The Regional Transportation Fund, Street Maintenance Fund and the Grant Fund may incur cash shortages at 6/30/13 due to the following:

- Regional Transportation Fund – This fund has several projects that are funded with federal and state grants. These funds are received on a reimbursement basis and some reimbursements may still be outstanding at 6/30/13.
- Street Maintenance Fund – May and June sales tax and motor vehicle fuel tax revenues are not received from the State until after 6/30/13. Due to the decline in these tax revenues in prior years, the cash balance in this fund has been depleted. This fund relies on the May and June tax revenues that are received in July and August to fund current fiscal year expenditures. The loan amount reflects one month's revenue.
- Grant Fund – Most of the City's federal and state grants are received on a reimbursement basis. The loan amount is an estimate of the outstanding reimbursements at 6/30/13.

Applicable Statute, Code, Policy, Rule or Regulation: Nevada Revised Statute 354.6118

Fiscal Impact: -0-

Explanation of Impact: Short-term reduction in General Fund cash of \$870,000, to be repaid within 6 months from the various funds.

Funding Source: General Fund

Alternatives: Not to approve loans

Supporting Material: Resolution

Prepared By: Nick Providenti

Reviewed By: : [Signature] Date: 5/28/13
(Department Head)
: [Signature] Date: 5/28/13
(City Manager)
: [Signature] Date: 5/28/13
(District Attorney)
: [Signature] Date: 5/28/13
(Finance Director)

Board Action Taken:

Motion: _____ 1) _____ Aye/Nay
2) _____

(Vote Recorded By)

1 RESOLUTION NO. _____

2 RESOLUTION FOR INTERFUND LOANS FROM THE GENERAL FUND TO THE
3 REGIONAL TRANSPORTATION FUND, STREET MAINTENANCE FUND AND THE
4 GRANT FUND.

5
6 WHEREAS, the Regional Transportation Fund, Street Maintenance Fund, and the Grant
7 fund will incur temporary cash shortages at June 30, 2013; and
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9 WHEREAS, the interfund loans would enable the City to cover the temporary cash
10 shortages in these funds; and
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12 WHEREAS, the lending of this money will in no way adversely affect the General Fund
13 and this loan is in accordance with NRS 354.6118.
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15 NOW, THEREFORE, be it resolved, the General Fund shall lend the following funds
16 amounts not to exceed:

17	Regional Transportation Fund	\$120,000
18	Street Maintenance Fund	\$250,000
19	Grant Fund	\$500,000

20 for the purpose of covering the temporary cash shortages in these funds. Further, these loans
21 shall be at a zero percent interest rate for a period not to exceed six (6) months.
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ADOPTED this _____ day of _____, 2013.

AYES: Supervisors _____

NAYES: Supervisors _____

ABSENT: Supervisors _____

ROBERT L. CROWELL, Mayor

ATTEST: _____
ALAN GLOVER, Clerk Recorder