

**CITY OF SNOHOMISH
Snohomish, Washington**

ORDINANCE 2053

**AN ORDINANCE OF THE CITY OF SNOHOMISH ESTABLISHING A NEW
FUND 631 TREASURER'S TRUST FUND.**

WHEREAS, the Governmental Accounting Standards Board (GASB) has adopted GASB-34, which make significant and costly changes to the City's financial reporting requirement, especially in the area of accounting and depreciating governmental fixed assets; and,

WHEREAS, the Washington State Budgetary and Accounting Reporting Standards (BARS) authorizes small cities with a population of less than 25,000 to report under a non-(GAAP – Generally Accepted Accounting Principals), cash basis (single entry); and,

WHEREAS, under a cash basis reporting model, cash must be reported as revenues and not a receivables or payables; and

WHEREAS, the City is required by Washington law to receive funds on behalf of the State of Washington or by City Ordinance for performance bonds which is currently reported under certain governmental funds, namely the City General Fund (001); and

WHEREAS, such funds now must be reported within a trust fund for the fiscal year ended December 31, 2003;

NOW THEREFORE, the City Council of the City of Snohomish, Washington do ordain as follows:

Section 1. The Treasurer's Trust Fund (631) is hereby created established to deposit funds received by the City on behalf of other governmental agencies, certain governmental customer bond deposits, and other governmental funds payable to other agencies.

Section 2. The City Treasurer shall be authorized to reimburse funds deposited in the Treasurer's Trust Fund (631) to the appropriate governmental agency or customer by Treasurer's Check.

Section 3. For the purposes of financial reporting, the Treasurer Trust Fund (631) shall be created, transferred and reported effective December 31, 2003.

Section 4. Severability. If any section, subsection, sentence, clause, phrase or word of this ordinance should be held to be invalid or unconstitutional by a court of competent jurisdiction, such invalidity or unconstitutionality thereof shall not affect the validity or constitutionality of any other section, subsection, sentence, clause, phrase or word of this ordinance.

PASSED by the City Council and APPROVED by the Mayor this 1st day of June 2004.

CITY OF SNOHOMISH

By _____
Liz Loomis, Mayor

ATTEST:

By _____
Torchie Corey, City Clerk

APPROVED AS TO FORM:

By _____
Grant Weed, City Attorney