Memphis City Council Summary Sheet

1. **Description of the Item (Resolution, Ordinance, etc.)**

Resolution to amend FY 16 budget to establish permanent cash flow bridge funding for expenditures that precede the reimbursement of approved grants.

2. **Initiating Party (e.g. Public Works, at request of City Council, etc.)**
   Finance Division

3. **State whether this is a change to an existing ordinance or resolution, if applicable.**
   No change to an existing ordinance.

4. **State whether this requires a new contract, or amends an existing contract, if applicable.**
   No contract required.

5. **State whether this requires an expenditure of funds/requires a budget amendment.**
   Budget amendment required

FY 2016 3rd Quarter Clean-UP Resolution to provide Cash Flow for WIN.

WHEREAS, the Finance Division monitors the City's actual financial performance relative to its operating budget, for all funds; and

WHEREAS, in conjunction with the Finance Division each Division of City Government reviews its current revenues and expenditures and forecasts anticipated outcomes for their respective Division and /or Fund(s) ; and

WHEREAS, as a result of the grant reimbursement cycles caused by the difference in the beginning of the City and Federal fiscal years, a cash flow deficiency exists for Workforce Investment Network, a Grant funded agency of the City; and

WHEREAS, it is necessary to amend the Fiscal Year 2016 General Operating Budget by providing additional cash flow resources to cover the cash flow difference in order that operations can continue without the fund having negative cash balances; and

NOW, THEREFORE BE IT RESOLVED that the WIN fund be provided $2.0 million for cash flow purposes to bridge the cash flow gap between the grant service provision and the reimbursement of federal funding,

BE IT FURTHER RESOLVED by the Council of the City of Memphis that should the Federal program cease operations that the cash provided by this action will revert to the City of Memphis general fund.