

TEMPORARY RESOLUTION NO. 38-23

PERMANENT RESOLUTION NO. _____

A RESOLUTION TO CREATE A NEW FUND KNOWN AS ESCROW FUND (8060)
AND TO SET UP REVENUE AND EXPENSE ACCOUNTS

WHEREAS, from time to time, the City enters into construction projects that require the City to escrow monies that will be paid throughout the completion of the construction project; and

WHEREAS, when this occurs, the City, contractor, and bank enter into an escrow agreement to account for the funds to be escrowed; and

WHEREAS, escrow funds accrue a separate interest rate from the City's other deposits and need to be accounted for separately within the bank; and

WHEREAS, this legislation will create a new fund to account for monies placed in escrow at the bank, as well as the interest earned on those monies, to satisfy the City and bank's obligations; now, therefore

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF LANCASTER, STATE OF OHIO,

SECTION 1. That the City of Lancaster Auditor establish a new fund known as the Escrow Fund (Fund 8060) and create the following revenue and expense accounts:

Revenue: 8060-0000-46013 Escrow Construction Projects

Expense: 8060-9620-56060 Escrow Project Payment

SECTION 2. That the City of Lancaster Auditor amend the Certificate of Other Resources and Appropriation with the County Auditor by providing them with this newly established Escrow Fund (8060).

SECTION 3. That this resolution shall take effect and be in force from and after the earliest period allowed by law.

Passed: _____ after _____ reading. Vote: Yeas _____ Nays _____

Date Approved: _____

Clerk: _____

Offered by: _____

Second by: _____

Requested by Finance Committee

President of Council

Mayor