



CITY OF MARSHALL AGENDA ITEM REPORT

Meeting Date:	Tuesday, October 26, 2021
Category:	CONSENT AGENDA
Type:	ACTION
Subject:	Consider Resolution Authorizing the Creation of Internal Service Fund 701 and the Transfer of Funds From Capital Fund 401 to Internal Service Fund 701
Background Information:	<p>On September 14th the council authorized a fleet management program with Enterprise Fleet Management. After discussion with our auditors on the new program, it was determined an internal service fund would need to be created to account for the program.</p> <p>For a new fund to be established, council must approve the creation of the new fund. Since lease payments will begin prior to next year's tax settlement, startup funding needs to be transferred to ensure cash flow of future payments. The amount that was allocated to the 2021 budget for capital purchases of vehicles would be a sufficient start to the program in the amount of \$183,000 since those vehicles will now be apart of the fleet program.</p>
Fiscal Impact:	
Alternative/ Variations:	
Recommendations:	Approve Resolution Authorizing the Creation of Internal Service Fund 701 and the Transfer of Funds From Capital Fund 401 to Internal Service Fund 701