



TO: Mayor and City Council

FROM: Jennifer Ferrer-Santa Ines, Director of Finance and Budget  
Kimberly Domine', Financial Services Manager

DATE: October 21, 2021

RE: Ordinance Creating Custodial Fund 633 and adding Municipal Code Section 3.126

The Governmental Accounting Standards Board came out with GASB Statement 84, Fiduciary Activities for purposes of accounting and financial reporting. It focuses on whether a government is controlling the asset and the beneficiaries with whom the relationship exists. A custodial fund typically involves the collection of receipts and remittance of the fiduciary resources to individuals, private organizations or other governments.

The attached Ordinance authorizes the establishment of an "Custodial Fund" to account for the resources that are held by the City of Yakima in a purely custodial capacity. This fiduciary fund will allow for separate accountability of these resources as required by the new GASB Statement 84.