From: Strzalka, Amy (SAO)
To: Ehlinger, Carol (SAO); McFarlane, Megan (SAO); Wilson, Zachary (SAO); Seibert, Melinda (SAO)
Subject: FW: Homeward Bound Trust Questions
Date: Thursday, June 7, 2018 3:35:50 PM
Attachments: Homeward Bound q&a 06.07.18.pdf

Hello,

At the City of PT entrance today, a councilmember gave us the following list of concerns (page 1) regarding some loans to a non-profit the City has approved. (Page 2 includes some additional information from the finance department).

The transactions have all been thoroughly reviewed by the City Attorney and were approved by City Council. (The Council member submitting the concerns was the only "no" vote). I'm not sure how deeply we should delve into any of this, if at all.

We've looked at the interfund loan and it was properly approved and has an appropriately brief repayment period (less than 3 years) and an assigned interest rate (the LGIP rate). As far as the rest goes, I feel like cities have a very broad "authority" as to what they are allowed to do with their money, and if they choose to use City funds to assist a local non-profit in creating additional low-income housing, that seems like it would fall under the "poor and infirm" exception that isn't a gift of public funds.

Any thoughts/advice?

Amy

From: Nora Mitchell <NMitchell@cityofpt.us>
Sent: Thursday, June 7, 2018 3:23 PM
To: Strzalka, Amy (SAO) <strzalkaa@sao.wa.gov>; Schneider, Melody (SAO) <schneiderm@sao.wa.gov>
Cc: Sheila Danielson <SDanielson@cityofpt.us>; David Timmons <dtimmons@cityofpt.us>
Subject: Homeward Bound Trust Questions

Please find a copy of Bob Gray's questions, brief staff answers to these questions and the associated resolutions. In all cases, there are additional agreements, documents and agenda bills related to the items that were approved by City Council. If you need further information, have questions or would like additional documents, please let Sheila or me know.

Thanks!

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