

RESOLUTION #23- 105

PAYROLL

WHEREAS, Bonner County has interest on ARPA funds to be used for, among other things, operating expenses, and

WHEREAS, The General Fund needs up to an additional \$60,000 to pay for a Department of Treasury penalty, and

WHEREAS, Bonner County wants to properly fund the General Fund using the interest on ARPA, and

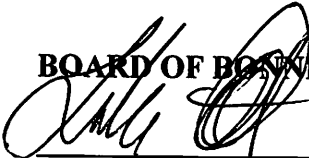
WHEREAS, Bonner County wants to pay the current amount due to the Department of Treasury in the amount of \$44,163.07, and

WHEREAS, a Department of Treasury penalty for Q4 may or may not be imposed, and as such it is requested to hold \$15,836.93 for that Penalty which brings the total request to \$60,000 transfer into the general fund.

NOW, THEREFORE, BE IT RESOLVED that the Board of County Commissioners of Bonner County, Idaho authorizes the Clerk to open the 2024 budget and increase line item 00118-7860 from \$70,000 to \$130,000 using the Interest on ARPA funds, and with said increase pay the current Treasury Penalties totaling \$44,163.07 from account 00118-7860.

DATED THIS 21ST day of DECEMBER 2023.

BOARD OF BONNER COUNTY COMMISSIONERS



Luke Omodt, Chairman

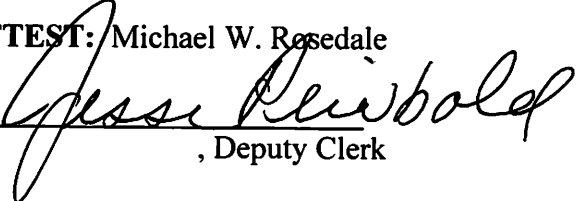


Asia Williams, Commissioner



Steve Bradshaw, Commissioner

ATTEST: Michael W. Rosedale

By 

, Deputy Clerk



Bonner County Clerk

Michael W. Rosedale

Clerk of the District Court
Ex-Officio Auditor & Recorder
Clerk of the Board of County Commissioners
Chief Elections Officer

December 20, 2023

MEMORANDUM

To: Commissioners
From: Michael Rosedale

Re: \$60,000.00 Fund transfer from interest on ARPA to General Fund to pay Dept. of Treasury penalty

Description: We received the notice dated July 10, 2023, regarding the late deposits for quarter 1 2023. On July 18, 2023, we responded with a letter and additional information. To date, we have received two correspondences, also enclosed, from the IRS requesting additional time to review our letter and provide a response. Upon receipt of your second notice for Quarter 2, 2023, we called in to ask why this was happening, but were not given any kind of answer. The problem then continued due to not receiving any guidance from the IRS.

The penalties and interest charges for quarter 1, 2023 were \$3,828.88, quarter 2, 2023 were \$20,600.90, and quarter 3, 2023 were \$19,733.29. The issue was doing the bank wire transfer Monday morning rather than the Friday before. Apparently, the issue was that our Monday morning deposits didn't clear the Treasury until Tuesday, which was two business days after the Friday payroll date rather than one business day. The accumulation of payroll taxes changes the filing deadline. When an entity accumulates more than \$100,000 in payroll taxes per pay period, the filing deadline changes to the next day, rather than the following week.

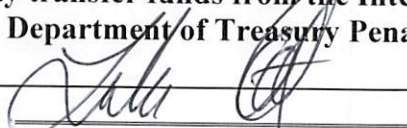
This is to transfer the funds to the General fund in order to pay the current penalties totaling \$44,163.07. The transfer is for \$60,000 in case there is a penalty baked in the cake for Q4. We also have a serious possibility of getting some of the money returned, but that is not certain at this point.

Legal Review: _____

Distribution: ___ Original to
___ Copy to the BOCC Office

A suggested motion would be: **Mr. Chairman based on the information before us I move to approve Resolution # 105 authorizing Bonner County transfer funds from the Interest on ARPA account to Account # 00118-7860 and to pay the Department of Treasury Penalty in the amount of \$60,000.**

Recommendation Acceptance: yes no
Date: 12-20-23


Luke Omodt, Chairman