

Resolution No. 41

COMMITTEE ASSIGNMENT: Policy

Re: Intercompany Transfers

1 WHEREAS, the IAFF receives per capita from
2 affiliates into the IAFF General Fund; and

3 WHEREAS, a portion of the money received into
4 the IAFF General Fund is distributed to designated
5 funds in compliance with convention per capita
6 resolutions; and

7 WHEREAS, IAFF staff salaries and fringe
8 benefits have historically been paid in part or wholly
9 from a combination of several funds, including IAFF
10 General Fund, PAC-ED, EDF, Disaster Operations,
11 Union Activities Justice Fund, and the IAFF
12 Foundation; and

13 WHEREAS, through convention action and
14 annual budgeting, the affected funds have already
15 been reduced to the IAFF General Fund, PAC-ED,
16 and EDF; and

17 WHEREAS, paying staff salaries and fringe
18 benefits from a combination of funds creates
19 additional transactions, increases the opportunity for
20 accounting errors, and adds additional steps to
21 reconcile accounts; and

22 WHEREAS, expenses and salaries paid from
23 funds may exceed the revenue into those funds
24 because both the revenue and expenses may vary,
25 which can result in intercompany balances; and

26 WHEREAS, to simplify accounting, provide

27 transparency, and reduce instances of intercompany
28 balances, a rebalancing of per capita funds is
29 recommended; therefore be it

30 RESOLVED, That 99 cents (\$0.99) be reallocated
31 from PAC-ED to the IAFF General Fund and 13.5
32 cents (\$0.135) be reallocated from EDF to the IAFF
33 General Fund; and be it further

34 RESOLVED, That all IAFF staff salaries and
35 fringe benefits be expensed from the IAFF General
36 Fund, and be it further

37 RESOLVED, That this resolution does not
38 prevent the payment of contractors, consultants, or
39 other service providers from any fund; and be it
40 further

41 RESOLVED, That this resolution does not
42 prevent or limit the allocation of grant funds, or other
43 non-per capita funds, to subsidize salaries or other
44 expenses.

Submitted by: IAFF Executive Board

Cost Estimate: **None**

Annual or Perpetual Designation: **N/A**

COMMITTEE RECOMMENDATION: Adopt

CONVENTION ACTION: Adopted