City of Broken Arrow

Legislation Details (With Text)

File #:	19-629	**Name:**	
Type:	Consent Item	**Status:**	Agenda Ready
File created:	5/16/2019	**In control:**	Broken Arrow City Council
On agenda:	6/3/2019	**Final action:**	
Title:	Approval of and authorization to execute Resolution No. 1225, a Resolution adopting a Financial Policy for the City of Broken Arrow relating to maintaining Reserves in the General Fund		
Sponsors:			
Indexes:			
Code sections:			
Attachments:	1. Resolution #1225		

Date	Ver.	Action By	Action	Result

Broken Arrow City Council
Meeting of: 06/03/2019

Title:

Approval of and authorization to execute Resolution No. 1225, a Resolution adopting a Financial Policy for the City of Broken Arrow relating to maintaining Reserves in the General Fund

Background:
On March 30, 2018 Crawford & Associates submitted the report titled, Best Practices for Financial Operations that had been requested City Manager. During FY 18-19 staff has been implementing recommendations from that report. One subject that was addressed in the report was maintaining adequate reserves. Crawford & Associates stated in their opinion that the current policy which is 10% of operating revenues is the minimum of what should be maintained and that it is more desirable to have a reserve closer to 30% of operating revenues. During the FY 19-20 budget presentation the City Manager discussed this subject. Staff is recommending that the reserves policy be increased to 15% of operating revenues. Adopting Resolution 1225 will result in this policy amendment being adopted. These funds will be restricted and would take Council approval to appropriate them.

Cost: N/A

Funding Source: N/A

Requested By: Cynthia S. Arnold, Finance Director

Approved By: City Manager's Office

Attachments: Resolution No. 1225

Recommendation:

Approve Resolution No. 1225 and authorize its execution.