

**RESOLUTION 2022-01**

**A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF ST. PETE BEACH, FLORIDA, ADOPTING A FUND BALANCE POLICY; AND PROVIDING FOR AN EFFECTIVE DATE.**

**WHEREAS**, the City Commission of the City of St. Pete Beach desires to preserve the City's long-term financial resiliency by establishing adequate levels of fund balance.

**WHEREAS**, fund balance is currently managed via the annual budget adoption process rather than formal policy.

**WHEREAS**, a fund balance policy is intended to identify and preserve appropriate balances to help manage the City's known and unknown financial challenges.

**WHEREAS**, the proposed fund balance policy reflects best management practices.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF ST. PETE BEACH, THAT:**

SECTION 1. Recitals. The above recitals ("Whereas" clauses) are true and correct and adopted hereby as findings, purpose and intent of the City Commission.

SECTION 2. The City Commission hereby adopts a fund balance policy.

SECTION 3. Fund balance is defined as total General Fund balance less non-spendable balances, restrictions, and commitments.

SECTION 4. Assigned balance is defined as the portion of net position of the General Fund that represents resources earmarked by the City for a particular purpose.

SECTION 5. Unassigned balance is defined as the difference between fund balance and the assigned component.

SECTION 6. The City will seek to maintain General Fund assigned balances equivalent to 26-35% of General Fund operating expenditures.

SECTION 7. The City will seek to maintain General Fund unassigned balances equivalent to 16.67% of General Fund operating expenditures.

SECTION 8. As balances are utilized, it shall be the policy of the City of St. Pete Beach to replenish assigned balances with unassigned balances, and to rebuild unassigned balances via the annual budget adoption process.

SECTION 9. Effective Date. This resolution shall take effect immediately upon adoption.

**PASSED AND APPROVED BY THE CITY COMMISSION OF THE CITY OF ST.  
PETE BEACH, FLORIDA, THIS 20 DAY OF January, 2022.**

CITY COMMISSION, CITY OF ST. PETE  
BEACH, FLORIDA.

  
\_\_\_\_\_  
Alan Johnson, Mayor

ATTEST:

  
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Amber LaRowe, City Clerk

APPROVED AS TO FORM AND LEGAL SUFFICIENCY:

  
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Andrew Dickman, City Attorney