



CITY OF CONCORD

Report to Council

FROM: Brian LeBrun – Deputy City Manager Finance
DATE: October 15, 2015
SUBJECT: Proposed revisions to Fiscal Goals and Fund Balance Policy

Recommendation

Accept and approve this report on the Proposed Fiscal Policy Statement for FY16 and Fund Balance Policy as reviewed by the Fiscal Policy Advisory Committee.

Background

The City's Fiscal Policy Advisory Committee (FPAC) regularly reviews the City's Fiscal Goals and Fund Balance Policy and makes recommendations for revisions. The Fiscal Goals and Fund Balance Policy were last revised by City Council in January 2012.

Discussion

The recommended changes to the Fiscal Goals and Fund Balance Policy for FY16 are attached. Additions are underlined and deletions are shown with strikethrough. These revisions were reviewed and revised by FPAC at its September 19, 2015 meeting.

The FY16 proposed Fiscal Goals and Fund Balance Policy revisions recommends changes to align with actual practice, the addition of the Government Finance Officers Association budget award, and funding mechanism for the neighborhood paving plan goals. The Fund Balance Policy proposed changes include increasing the General Fund Unassigned fund balance from 17.5 to 18.5% of expenditures to further strengthen the City's financial position; increase the Golf and Arena fund working capital reserves to 10% and add a 10% working capital goal to the Solid Waste fund. The Fiscal Goals numbering sequence will be revised upon adoption by City Council.