

RESOLUTION NO. _____ (202X SERIES)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAN LUIS OBISPO, CALIFORNIA, ADOPTING A COMPREHENSIVE FUND BALANCE AND RESERVE POLICY

WHEREAS, in 2009, the Governmental Accounting Standard Board (GASB) issued Statement No. 54 – Fund Balance Reporting and Governmental Fund Type Definitions; and

WHEREAS, the City of San Luis Obispo, within its Financial Plan, has adopted an extensive budget and financial policy framework; and

WHEREAS, the City's fund balance and reserve levels have never been adopted in accordance with GASB 54; and

WHEREAS, in order to facilitate public access and provide transparency, the City desires to adopt a standalone policy for its fund balances, reserve levels, and fund designations in accordance with GASB 54.

NOW, THEREFORE, BE IT RESOLVED by the Council of the City of San Luis Obispo as follows/or that (whatever action is needed):

SECTION 1. Fund Balance and Reserve Policy. The City herewith adopts a fund balance and reserve policy outlining:

- a) Fund balance in accordance with GASB 54 for its governmental funds.
- b) Reserve levels in its governmental and enterprise funds as previously adopted.
- c) Designated Funds as previously adopted.

SECTION 2. All necessary language shall be incorporated into the City's two-year Financial Plan and references shall be provided.

SECTION 3. The Fund Balance and Reserve Policy shall be posted on the City's website under the Finance Department's online document library for easy access by the public.

Upon motion of Council Member _____, seconded by Council Member _____, and on the following roll call vote:

AYES:

NOES:

ABSENT:

The foregoing resolution was adopted this _____ day of _____ 2021.

Mayor Heidi Harmon

ATTEST:

Teresa Purrington
City Clerk

APPROVED AS TO FORM:

J. Christine Dietrick
City Attorney

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the official seal of the City of San Luis Obispo, California, on _____.

Teresa Purrington
City Clerk

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