



AGENDA SUMMARY EUREKA CITY COUNCIL

TITLE: Budget Policies for Fund Balance, Streets & Facilities

DEPARTMENT: Finance

PREPARED BY: Lane Millar

PRESENTED FOR: Action Information only Discussion

RECOMMENDATION

1. Adopt the following Budget Policies:
 - a. 2.67 Fund Balance Policy
 - b. 2.68 Budget Policy – Street Infrastructure Allocation
 - c. 2.69 Budget Policy – Capital Spending for City Facilities

FISCAL IMPACT

No Fiscal Impact Included in Budget Additional Appropriation

COUNCIL GOALS/STRATEGIC VISION

Financially stable, effectively run city with an engaged public

DISCUSSION

Budget policies and financial sustainability play a crucial role in ensuring the stability and long-term success of any organization or government entity. These policies provide a framework for managing resources, making informed financial decisions, and achieving strategic goals.

By establishing clear budget policies, an organization can effectively allocate resources, prioritize spending, and control expenses. This helps in maintaining financial discipline, avoiding overspending, and ensuring that funds are used efficiently and effectively.

The proposed policies are in final form and are described as follows:

- **Unrestricted Fund Balance Policy:** The purpose of this policy is to establish guidelines for the unrestricted fund balance in the general fund. Its aim is to improve and maintain the City's financial stability in order to protect against

unforeseen or unbudgeted situations. These situations may include sudden changes in revenues or spending requirements, natural disasters, major infrastructure failures, and unexpected litigation.

- **Budget Policy - Street Infrastructure Allocation:** The objective of this budget policy is to ensure the effective allocation of funds for the maintenance, repair, and development of street infrastructure within the city, while promoting safe and efficient transportation for city services, residents and visitors.
- **Budget Policy - Capital Spending for City Facilities:** The objective of this budget policy is to ensure the effective allocation of funds for the maintenance, improvement, and development of city facilities. This policy aims to provide safe, accessible, and functional facilities that meet the needs of employees, residents, and visitors.

Attachments:

1. 2.67 Fund Balance Policy
2. 2.68 Budget Policy – Street Infrastructure Allocation
3. 2.69 Budget Policy – Capital Spending for City Facilities

REVIEWED AND APPROVED BY:

City Attorney

City Clerk/Information Services

Community Services

Development Services

Finance

Fire

Personnel

Police

Public Works