

STATEMENT OF BUDGET IMPACT
(Policy Number 94-45)
Budgetary Review of Proposed Resolution &
Ordinances with Financial Implication.

Date: January 30, 2018

File: BIS 18 – 094R

File: TMP-2018-037

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AMENDING RESOLUTION R-2011-238 REGARDING THE FUND BALANCE POLICY AND PROVIDING FOR A RETROACTIVE EFFECTIVE DATE OF SEPTEMBER 21, 2016.

Statement of Budget Impact:

1. ☐ No Budget Impact associated with this action;
2. ☒ Sufficient budgetary resources identified/available;
3. ☐ Budgetary resources not identified/unavailable;
4. ☐ Potential Revenue is possible with this action;
5. ☒ Will not increase the cost of Housing;
6. ☐ May increase the cost of Housing; (CDAB review required)

Explanation:

This Resolution seeks to amend Resolution R-2011-238, to continue the Fund Balance Policy for the City of Hollywood consistent with the Governmental Accounting Standards Board, "GASB", Statement No. 54 providing for an unrestricted fund balance of 17% in the General Fund of the General Fund's annual operating expenditures. Additionally, Resolution R-2011-238, first approved on September 21, 2011, adopted GASB Statement No. 54 language, providing for governmental fund type definitions, target levels of funding to be maintained and the replenishment of fund balance, if necessary, budgeting for fund balance and periodic review and revision of the fund balance policy. Further, this Resolution amends Section 6 of Resolution R-2011-238 by continuing the Fund Balance Policy and annually reviewing this policy as part of the budget development process in lieu of the requirement for the City Commission to reaffirm or revise the Fund Balance Policy at least once every five years. Finally, in order to comply with the time review requirement contained in resolution R-2011-238, it is recommended that this resolution is approved retroactively to September 21, 2016.

Sufficient funding to meet the General Fund's Fund Balance Policy has been budgeted for in fiscal year 2018.

PREPARED AND APPROVED BY:

Kee Juen Eng
Assistant Director, Budget and Financial Services