

RESOLUTION NO. _____

A RESOLUTION OF THE CITY COMMISSION OF THE CITY
OF HOLLYWOOD, FLORIDA, ESTABLISHING A RESERVE
ACCOUNT IN THE GENERAL FUND TO FUND OTHER
POST-EMPLOYMENT BENEFITS LIABILITIES.

WHEREAS, the City has a large liability for Other Post-Employment Benefits ("OPEB"), which is comprised of obligations for retiree health insurance; and

WHEREAS, the City wishes to establish a reserve account for the purpose of growing assets to assist in funding the payment of OPEB liabilities; and

WHEREAS, establishing such a reserve will indicate that the City is serious in its effort and plan to address OPEB liabilities, and benefit the City in future reviews by bond rating agencies in addition to designating assets to assist in offsetting the costs of funding OPEB liabilities; and

WHEREAS, it is the intent of the City to add to the reserve on an annual basis, depending upon future budget capacity; and

WHEREAS, the initial amount to be set aside into the reserve is \$1,000,000.00; and

WHEREAS, interest earned on the funds in the reserve account will remain in the reserve account for the same purpose of funding the OPEB liabilities.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA:

Section 1: That the foregoing "WHEREAS" clauses are ratified and confirmed as being true and correct and are incorporated into this Resolution.

Section 2: That the Department of Financial Services is directed to establish a reserve account in the General Fund for the purposes of funding and growing assets to fund the City's OPEB liabilities.

Section 3: That upon approval of this Resolution, the Department of Financial Services is directed to set aside \$1,000,000.00 from General Fund unassigned fund balance into a Reserve for OPEB account.

Section 4: That this Resolution shall be in full force and effect immediately upon its passage and adoption.

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FLORIDA, ESTABLISHING A RESERVE ACCOUNT IN THE GENERAL FUND TO
FUND OTHER POST-EMPLOYMENT BENEFITS LIABILITIES.

PASSED AND ADOPTED this _____ day of _____, 2023.

JOSH LEVY, MAYOR

ATTEST:

PATRICIA A. CERNY, MMC
CITY CLERK

APPROVED AS TO FORM AND LEGAL
SUFFICIENCY for the use and reliance
of the City of Hollywood, Florida, only.

DOUGLAS R. GONZALES
CITY ATTORNEY