



STAFF REPORT

Flagler Beach Regular City Commission Meeting

March 14, 2024

To: Elected Officials

From: Dale L. Martin

Date: March 14, 2024

Item Name: Resolution 2024-10, a resolution by the City of Flagler Beach, Florida, approving the adoption of GASB 54 Standards and Applications; and approving a Fund Balance Policy for the General, Utility, Stormwater and Sanitation Funds; Providing for conflicts, severability, and an effective date.

Background: The 2022 Audit recommended that the City adopt a Fund Balance Policy for the purpose of enhancing financial stability. City staff worked with the City's Investment Committee and retained auditor to craft the proposed Fund Balance Policy. This Policy will allocate 25% of the General Fund each year for emergency reserves with restrictions. Additionally, 10% of the Utility Fund operating expenses will be allocated for emergency reserves.

The Investment Committee (February 13, 2024) recommended approval of the proposed Fund Balance Policy.

Fiscal Impact: The proposed Fund Balance Policy will require specific appropriations be included in various Funds in the City's annual budget.

Staff Recommendation: Staff recommends approval of proposed Resolution 2024-10.

Attachments: Proposed Resolution 2024-10; Correspondence, James Moore & Company dated February 14, 2024.