

## **Discuss Financial Advisory Board Recommendations**

1. What amount of the unassigned fund balance should be used towards the establishment of the Highland Beach Fire and Rescue Department?
2. Should the Fund Balance Policy be amended?

# Additional information for Item 7 - January Board Action Report February 01, 2022 Town Commission Agenda

## Highland Beach General Fund Balance and Reserves

Current Policy			
	Amount	Percent of Budget	
General Fund Budget	12,000,000		
General Fund Balance	9,000,000	75.0%	
Budget Stabilization	2,000,000	16.7%	} 25.0%
Disaster Recovery	1,000,000	8.3%	
Unassigned Reserves	6,000,000	50.0%	

Alternative Policy to Consider			
	Amount	Percent of Budget	
General Fund Budget	12,000,000		
General Fund Balance	9,000,000	75.0%	
Budget Stabilization	2,000,000	16.7%	} 33.3%
Disaster Recovery	2,000,000	16.7%	
Use for Fire Rescue	5,000,000	41.7%	

Financial Advisory Board motion approved by 4 votes 'in favor' to 2 votes 'not in favor' at Jan 27, 2022 meeting:

Increase assigned reserves to 33.3% of General Fund expenditures and use the full amount of the remaining unassigned reserves towards the fire rescue department