



**Meeting Date:** March 25, 2021      **Agenda Type:** Consent Items for Action

**From:** John Warren      **Reviewed by:** Dawn Schriewer  
Finance Manager      Chief Financial Officer

**Submitted by:** Dawn Schriewer      **Approved by:** Ian Taylor  
Chief Financial Officer      Chief Executive Officer

**RECOMMENDED ACTION:** Authorize Proposed Changes to the New Braunfels Utilities Financial Policy

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## **BACKGROUND**

After a review of NBU’s current Financial Policy, NBU’s staff recommends that the policy be amended as described herein.

NBU’s staff recommends that the Financial Policy be revised to: (i) update the footer to reflect the Board of Trustees’ approval as of the March 25, 2021 Board Meeting; (ii) update the language on page 1, under Financial Objectives, to include projected reserve requirements; (iii) update the list of Restricted Funds, in Section C, on page 2; (iv) update the language on page 2, in Section IV, to include reserve requirements; (v) update the language on page 3, in Section V, to reference NBU; (vi) update the language on page 3, in Section C, to reference allowable allocation parameters; (vii) update the language on page 3, in Section D, to reference Energy Risk; and (viii) update the language on page 4, in Section VII, to reflect the option of alternative financing based on evolving market conditions.

NBU’s Financial Policy was last reviewed and approved on October 31, 2019.

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## **FINANCIAL IMPACT**

None

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## **LINK TO STRATEGIC PLAN**

**Develop and Retain an Engaged and Ethical Workforce**

**Maintain a Competitive Bond Rating**

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## **EXHIBITS**

1. Red-lined Financial Policy