

R26-13

Resolution No. R26-13

**A RESOLUTION OF THE CITY OF PLEASANT HILL, MISSOURI, ADOPTING A POLICY TO HOLD FIFTEEN PERCENT OF OPERATING EXPENDITURES IN THE CITY'S ANNUAL OPERATING BUDGET IN RESERVES**

**WHEREAS**, the City Council of the City of Pleasant Hill, Missouri, is committed to maintaining sound fiscal management practices and ensuring the long-term financial stability of the City; and

**WHEREAS**, maintaining an adequate fund balance is an important component of prudent financial management and provides a financial cushion to address unexpected revenue shortfalls, emergencies, economic downturns, or unforeseen expenditures; and

**WHEREAS**, a strong fund balance helps maintain stable service levels, reduces the need for short-term borrowing, and supports the City's ability to respond effectively to emergencies or financial uncertainties; and

**WHEREAS**, the City currently maintains a fund balance policy establishing a minimum reserve level of eight percent of annual operating expenditures; and

**WHEREAS**, the City Council deems it appropriate to increase the reserve amount to fifteen percent.

**WHEREAS**, the City Council has determined that increasing the minimum reserve level will strengthen the City's financial resilience, improve long-term fiscal sustainability, and better position the City to maintain service and infrastructure for residents; and

**WHEREAS**, the City Council desires that this policy apply to the City's major operating funds, including the General Fund, Transportation Fund, Parks Fund, Public Health Fund, and Enterprise Funds.

**Now therefore, be it resolved by the Council of the City of Pleasant Hill, as follows:**

Section 1. The City Council hereby amends the City's Fund Balance Police to increase the minimum fund balance reserve from eight percent (8%) to fifteen percent (15%) of annual operating expenditures.

Section 2. This Resolution shall, in the budget annually adopted by the City Council, be the policy of the Council to hold an amount equivalent to fifteen percent (15%) of the operating expenditures in the General Fund, Transportation Fund, Park Fund, Public Health Fund, and Enterprise Fund in reserve, in order to be prepared for emergencies that may occur.

Section 3. This Resolution shall become effective on and after the date of passage and approval.

Section 4. Any Resolution or part thereof which conflicts with this Resolution shall be null and void.

PASSED AND ADOPTED by the City Council for the City of Pleasant Hill, Missouri, this \_\_\_\_ day of \_\_\_\_\_, 2026.

\_\_\_\_\_  
Mayor: John King

ATTEST:

\_\_\_\_\_  
City Clerk: Jodie Wasson