

RESOLUTION NO. 14/2021

**A RESOLUTION OF THE TOWN COUNCIL OF THE TOWN OF CORTE MADERA
ESTABLISHING A RESERVE POLICY**

WHEREAS, Resolution No. 3665, adopted by the Town Council on June 7, 2011, established and set the Town General Fund Reserve at ten percent of General Fund expenditures; and

WHEREAS, sufficient reserves are a component of a financially stable Town; and

WHEREAS, it is necessary for the Town of Corte Madera to set goals for its reserve requirements and has determined that it is necessary to update its reserve policy; and

WHEREAS, the Town of Corte Madera has determined that a reserve of twenty percent of General Fund expenditures and transfers to other funds will provide working capital to meet cash flow needs during normal operations and will reduce impacts from unforeseen events; and

WHEREAS, the Town of Corte Madera has determined that a \$2.5 million Emergency Reserve is appropriate as a separate reserve in the Corte Madera Sales Tax Fund,

NOW, THEREFORE, BE IT RESOLVED, that the goal for the Town General Fund Reserve is hereby increased to the amount of 20 percent; and

BE IT FURTHER RESOLVED, an Emergency Reserve be established in the Corte Madera Sales Tax Fund

I hereby certify that the foregoing is a full, true and correct copy of Resolution No. 14/2021 duly passed and adopted by the Town Council of the Town of Corte Madera, at a meeting thereof duly held on the 6th day of April, 2021, by the following vote:

AYES, and in favor thereof, Councilmembers: Beckman, Casissa, Lee, Mongan, Ravasio

NOES, Councilmembers: - None -

ABSENT, Councilmembers: - None -



Eli Beckman, Mayor

ATTEST:



Rebecca Vaughn, Town Clerk