

RESOLUTION NO. 2018-05-16-11

**A RESOLUTION ADOPTING REVISIONS TO THE LANE TRANSIT DISTRICT FUND
BALANCE AND BUDGETARY RESERVE POLICY**

WHEREAS, the Lane Transit District ("LTD") Board of Directors (the "Board") adopted the Lane Transit District Fund Balance and Budgetary Reserve policy effective August 17, 2016;


WHEREAS, LTD staff proposes the Lane Transit District Fund Balance and Budgetary Reserve policy be revised as follows:

- (a) The District will maintain an unappropriated fund balance in the General Fund equal to between two to six months of budgeted operating expenses, including operating transfers, instead of two to three months;"
- (b) In the event that the fund balance falls below the minimum threshold, the Board must approve, within six months of budget adoption a restoration plan to correct the shortage within a three-year period;
- (c) Restoration plans may include reducing recurring expenditures to eliminate a structural deficit, by increasing revenues or pursuing other funding sources, or by some combination of these and/or other strategies;
- (d) Should the fund balance in the General Fund exceed the maximum six-month expense range, the District will consider such fund balance surplus as one-time funding available to be appropriated for nonrecurring expenses during the annual budget process; and
- (e) The Board of Directors, under its authority in setting the District's annual budget, may choose to adopt an annual budget that does not maintain the minimum fund balances identified in this policy.

NOW, THEREFORE, BE IT RESOLVED that the Lane Transit District Board of Directors passes a Resolution as follows:

- 1) Adopting the revisions to the Lane Transit District Fund Balance and Budgetary Reserve policy consistent with the above and as presented.

ADOPTED BY THE LANE TRANSIT DISTRICT ON THIS 16 DAY OF May, 2018.



PRESIDENT, Gary Wildish

ATTEST: