



City of Somerville, Massachusetts

Legislation Details (With Text)

File #: 24-0822 **Version:** 1

Type: Mayor's Request **Status:** Approved

File created: 5/26/2024 **In control:** City Council

On agenda: 5/30/2024 **Final action:** 6/25/2024

Enactment date: 6/20/2024 **Enactment #:** 217281

Title: Requesting the appropriation of \$2,584,976 from the Unreserved Fund Balance ("Free Cash") to the Rainy Day Stabilization Fund.

Sponsors:

Indexes: Finance-Assessing, Finance-Auditing, Finance-Budget, Finance-Grants Development, Finance-Procurement & Contracting Services, Finance-Treasury

Code sections: Appropriation/Budget -

Attachments:

Date	Ver.	Action By	Action	Result
6/25/2024	1	City Council	Mayoral Approval	
6/20/2024	1	City Council	Approved	Pass
6/18/2024	1	Finance Committee	Recommended to be discharged with no recommendation	
5/30/2024	1	City Council	Referred for recommendation	

Agenda Summary

Requesting the appropriation of \$2,584,976 from the Unreserved Fund Balance ("Free Cash") to the Rainy Day Stabilization Fund.

Official Text

To the Honorable City Council:

The Mayor respectfully requests that this Council appropriate \$2,584,976 from Unreserved Fund Balance ("Free Cash") to the Rainy Day Stabilization Fund to achieve a reserve ratio of 15% of General Fund Revenue.

The City's policy is to maintain a reserve ratio of Unassigned Fund Balance plus Rainy Day Stabilization Fund at no less than 15% of General Fund Revenue. This metric is important in maintaining our bond rating.

This measure is in accordance with the City's Free Cash policy.

Appropriate staff will be available to answer any questions you may have. Thank you for your consideration of this matter.

Respectfully Submitted,
Katjana Ballantyne, Mayor