



SECTION 11– RESERVE FUNDS & LEOFF1 POLICE RETIREE FUND

REVENUES & EXPENDITURES

This section of the budget contains detail revenue listings for the Reserve Funds of the City, and a narrative overview of the fund/department’s purpose.

Adequate reserve levels are a necessary component of the City’s overall financial management strategy and a key factor in external agencies’ measurement of the City’s financial strength. Prudent use of reserve funds enables the City to defray future costs, take advantage of matching funds, and other beneficial (but limited) opportunities. Reserve funds provide the City with the ability to exercise flexible financial planning in developing future capital projects. Reserve funds are necessary to enable the City to deal with unforeseen emergencies.



City of Ferndale

Department: GENERAL FUND CONTINGENCY RESERVE FUND

Program Fund No. 002

Director: Sirke Salminen

Title: Finance Director

This fund’s purpose is to meet any unforeseen municipal expense. This Fund will be considered a “rainy day” fund for the City. Contributions to this fund will be budgeted from Current Expense Fund resources and all expenditures from this fund shall have prior approval of the City Council.

Revenues

	2017 Actual	2018 Actual	2019 Actual	2020 Budget	2020 Budget
#002 GENERAL FUND CONTINGENCY RESERVE					
Transfers In/Other	\$951	\$1,898	\$2,408	\$51,800	\$50,000
Total Revenue	\$951	\$1,898	\$2,408	\$51,800	\$50,000



City of Ferndale

Department: FACILITIES CAPITAL RESERVE FUND

Program Fund No. 003

Director: Sirke Salminen

Title: Finance Director

This fund’s purpose is to address unforeseen City facilities capital expenditures. Contributions to the Facilities Capital Reserve Fund will be budgeted from Current Expense Fund resources. All expenditures from this fund shall have prior approval of the City Council. The target reserve fund balance is \$300,000.

Revenues

#003 FACILITIES CAPITAL RESERVE	2017 Actual	2018 Actual	2019 Actual	2020 Budget	2021 Budget
Transfer In/Other	\$951	\$1,898	\$2,408	\$16,800	\$15,000
Total Revenue	\$951	\$1,898	\$2,408	\$16,800	\$15,000

EXPENDITURES

#003 FACILITIES CAPITAL RESERVE	2017 Actual	2018 Actual	2019 Actual	2020 Budget	2021 Budget
TRANSFER TO CUR. EXPENSE FUND 001	\$0	\$0	\$0	\$120,000	\$50,000
TOTAL EXPENDITURES	\$0	\$0	\$0	\$120,000	\$50,000



City of Ferndale

Department: LEOFF 1 POLICE RETIREE
FUND

Program Fund No. 004

Director: Sirke Salminen

Title: Finance Director

This fund's purpose is to address the City's liability for three retired police officers whereby the City is responsible to pay for all medical, dental (with annual limits), and long-term care expenses for life. This fund is not a Reserve fund.

Revenues

	2017	2018	2019	2020	2021
#004 LEOFF 1 POLICE RETIREE	Actual	Actual	Actual	Budget	Budget
Transfers In/Other	\$102,730	\$154,898	\$207,884	\$204,000	\$202,000
Total Revenue	\$102,730	\$154,898	\$207,884	\$204,000	\$202,000

EXPENDITURES

	2017	2018	2019	2020	2021
#004 LEOFF 1 POLICE RETIREE	Actual	Actual	Actual	Budget	Budget
MEDICAL/DENTAL INS/BENEFITS	\$27,166	\$28,371	\$31,717	\$100,000	\$100,000
TOTAL EXPENDITURES	\$27,166	\$28,371	\$31,717	\$100,000	\$100,000