

## SUMMARY OF FSBA POLICY AMENDMENT PROPOSALS

PROPOSAL NUMBER	FSBA POLICY/BYLAW	DESCRIPTION OF THE PROPOSED AMENDMENT	RATIONALE FOR THE PROPOSED CHANGE	PROPOSAL ORIGINATOR
23.1	5012 – RESERVES –	Add “no less than” to Section A, Operating Reserves	To clarify that 1% annually is a floor for budgeting purposes, not a locked in amount	<p>Originated Finance Committee</p> <p>Approved by Finance Committee 6.7.2023</p> <p>Approved by Policy Committee 8.25.2023</p> <p>Approved BOD 10.6.2023</p> <p><b>SCHEDULED General Membership 11.30.2023</b></p>
<p>5012 – RESERVES –</p> <p>OPERATING RESERVES</p> <p>Effective fiscal year 2015-16, an operating reserve shall be established at the beginning of each budget year equal to <b>no less than</b> one percent (1%) of the current year budgeted revenue, approved by the Board of Directors and excluding State and/or Federal grant funds and other non-recurring revenue. The amount necessary to fund the operating reserve shall be included in the current year operating budget as an expense line item. At the end of each budget year, the amount remaining in the operating reserve shall be transferred to investment reserve, until the Investment Reserve, as defined below, has been reached. Once the investment reserve goal has been met the amount necessary to maintain the operating reserve shall be included in the annual budget.</p>				