

No. 609-19

**Resolution of the  
Tuolumne County Transportation Council  
Setting Policies for Minimum Restricted Fund Balances in the TCTC and  
Public Transportation Funds and Maintenance of the TCTC Employee Leave Liability Fund to  
Supersede Policies set on Resolution 433-11**

**WHEREAS**, the Tuolumne County Transportation Council and Public Transportation Enterprise Funds may experience cash flow problems from time to time when there are delays in State or Federal budget adoptions, unanticipated revenue reductions, delays in expenditure reimbursements from the State, and other unanticipated events that effect the timely receipt of revenue into those funds to offset expenditures; and

**WHEREAS**, the Tuolumne County Transportation Council desires to set minimum fund balances in each budget unit to provide funding under those circumstances to avoid interruptions in the day to day operations of the TCTC and Public Transportation System, and avoid the need to pursue loans at those times; and

**WHEREAS**, the Tuolumne County Transportation Council desires to allocate available Local Transportation Funds to the Public Transportation Enterprise Fund to provide for a minimum restricted fund balance that will equal the 90-day cash flow need within that fund, as determined by the adopted budget; and

**WHEREAS**, the Tuolumne County Transportation Council desires to allocate available Regional Surface Transportation Program Exchange Fund Reserves and Local Transportation Funds to the TCTC Budget Fund to provide for a minimum restricted fund balance that will equal the 90-day cash flow need within that fund, as determined by the adopted budget; and

**WHEREAS**, the Transportation Development Act (TDA), Article 19 of the State Constitution and the Governmental Accounting Standards Board (GASB) Pronouncement Number 54, which govern those funds, allow the designation of funds toward such a reserve; and

**WHEREAS**, upon the TCTC's separation from the County on July 1, 2010 the TCTC Employee Leave Liability Fund was established and funds were deposited into that fund that equaled one hundred percent (100%) of the TCTC's liability to employees as of June 30, 2010; and

**WHEREAS**, the Tuolumne County Transportation Council desires to maintain their Employee Leave Liability Fund to cover one hundred percent (100%) of their current employee liability obligation.

**NOW, THEREFORE, BE IT RESOLVED AND ORDERED** that the Tuolumne County Transportation Council does hereby approve resolution 609-19 to supersede the Restricted Fund Balance policy set forth on Resolution 433-11. The TCTC and Public Transportation Enterprise Budget Units will maintain a minimum restricted fund balance that equals the 90-day cash flow need, which will be determined by the adopted budget each year; and

That the TCTC will allocate available Local Transportation Funds to the Public Transportation Enterprise Fund up to the amount that will equal the 90-day cash flow need, which will be determined by the adopted budget each year; and

That the TCTC will allocate available Regional Surface Transportation Program Exchange Funds Reserves and Local Transportation Funds to the TCTC Budget Fund up to the amount that will equal the 90-day cash flow need, which will be determined by the adopted budget each year; and

That the TCTC Employee Leave liability fund balance will remain as received from the County on July 1, 2010 and maintain one hundred percent (100%) of the obligation as calculated by the TCTC Auditor-Controller at the beginning of each fiscal year. The increase or decrease in liability will be included in the adopted budget each year and added to or subtracted from the TCTC Employee Leave Liability Fund to cover the current obligation.

Policies to take effect in FY20/21.

**Passed and Adopted** by the Tuolumne County Transportation Council, the Regional Transportation Planning Agency for the Tuolumne County Region, State of California, at a regular meeting of the TCTC held on the 9th day of October 2019 by the following vote:

**Ayes:**

**Noes:**

**Absent:**

**Attest:**

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Michael Ayala, Chair

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Darin C. Grossi, Executive Director

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