

FGFOA Net Assets Policy
As of 02/05/2009

Minimum Net Assets Amount– two (2) months of average operating expenses for the prior three (3) years.

Desired Net Assets Amount– four (4) months of average operating expenses for the prior three (3) years.

If the actual Net Assets Amount begins to approximate or falls below the Minimum Net Assets Amount, the Board of Directors shall take appropriate action to restore the Net Assets Amount to the Desired Net Assets Amount. This action should take into consideration relevant circumstances at that time and include, but not be limited to, appropriate expenditure reductions and/or revenue adjustments.

This policy shall be monitored on a quarterly basis upon completion of the financial statements.