

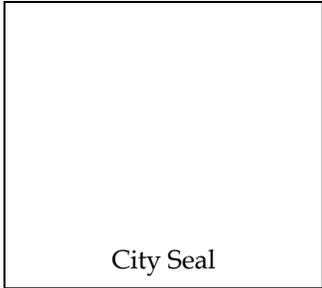
CITY OF PRESQUE ISLE

Financial Resolve Policy



Approved by the City Council: September 3, 2008
Reaffirmed by the City Council: February 7, 2011

Attest: _____
Nancy G. Nichols, City Clerk



CITY OF PRESQUE ISLE

Financial Resolve Policy

Section 1 Purpose:

The City Council desires to know the financial impact on the City's mil rate of all major financial issues brought before the Council.

Section 2 Resolves:

The City Council resolves that the Annual Budget shall include, in addition to all general fund revenue, expenses and allocations to reserves, an estimate of the M.S.A.D. #1 and Aroostook County tax, an estimate of State revenue sharing, an estimate of the total taxable property, and a calculation of the resulting mil rate required.

The City Council is desirous of promoting serious forward looking thinking so that when items do come before the City Council for funding, there are no surprises, and the City Council has all the information necessary to make an informed decision.

The City Council resolves to require a five-year forward looking financial forecast easily revised to reflect changing conditions. Said forecast to reflect as closely as possible actual financial conditions and include, in addition to all general fund revenue, expenses and allocation to reserves, estimates for M.S.A.D. #1 and Aroostook County taxes, an estimate of State revenue sharing, estimated taxable property and a calculation of the resulting mil rate.

Any major financial item coming before the City Council will require a revision of the budget and its impact on the mil rate. The City Council's desire, however, is that the annual budget would be given thorough thought so that once approved addition cost items, not of an emergency nature, would not need to come before the City Council until the next annual budget.

The compilation of this data requires financial expertise.

The responsibility for the preparation of these statements be with the Director of Finance with questions on format and assumptions to be resolved by the Audit Committee.