

RESOLUTION NO 09: _____

A RESOLUTION TO ESTABLISH THE REQUIRED MINIMUM FINANCIAL RESERVES IN THE GENERAL FUND

WHEREAS; Resolution No. 03-705 previously established a required minimum General Fund Reserve at 30%; and

WHEREAS, the City Council of the City of Jonesboro, Arkansas, recognizes that the current requirement of 30% is far higher than levels established by the Arkansas Municipal League's recommended two months of General Fund Revenues; and exceeds the recommendations of the Government Finance Officers Association (GFOA), which advises "one to two months of regular General Fund operating expenditures".

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF JONESBORO, ARKANSAS, THAT:

SECTION 1: The City Council of the City of Jonesboro, Arkansas resolves to maintain Reserves of 15% of the budgeted expenditures in the Unappropriated Fund Balance of the General Fund.

PASSED AND ADOPTED THIS 17th DAY OF November, 2009