



## **RESOLUTION**

**ESTABLISHING THE USE OF FUND BALANCE FOR TAX RATE**

### ***CITY OF NASHUA***

*In the Year Two Thousand and Ten*

**RESOLVED** by the Board of Aldermen of the City of Nashua that pursuant to NRO §5-135, B, \$4,900,000 of the undesignated general fund balance shall be applied to the Calendar Year 2010 (Fiscal Year 2011) Tax Rate. With approval of this action, undesignated fund balance remains at or above the five (5) percent minimum as recommended by Department of Revenue Administration and the ten (10) percent minimum as established by NRO §5-136, A.

**LEGISLATIVE YEAR 2010**

**RESOLUTION:** R-10-57

**PURPOSE:** Establishing the use of fund balance for tax rate

**SPONSOR(S):** Mayor Donnalee Lozeau

**COMMITTEE  
ASSIGNMENT:**

**FISCAL NOTE:** Would apply \$4,900,000 of undesignated general fund balance to the FY11 tax rate. Of that sum, \$3,600,000 is from anticipated surplus in the FY10 operating budget and \$1,300,000 is a proposed transfer from the Property & Casualty Unallocated Insurance Fund.

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**ANALYSIS**

This resolution applies \$4,900,000 of the undesignated general fund balance to the Calendar Year 2010 (Fiscal Year 2011) Tax Rate. With approval of this action, undesignated fund balance remains at or above the five (5) percent minimum as recommended by Department of Revenue Administration and the ten (10) percent as established by NRO §5-136, C.

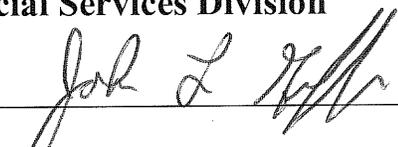
A resolution to transfer \$1,300,000 from the Property & Casualty Unallocated Insurance Fund into General Fund Undesignated Fund Balance is being introduced concurrently, and the calculations related to this resolution are based on the passage of that transfer resolution.

Per NRO §5-135, B, in order to use undesignated general fund balance to reduce the tax rate, this resolution must be approved on or before the board's second meeting in September (September 28, 2010) "by 10 members of the Board of Aldermen."

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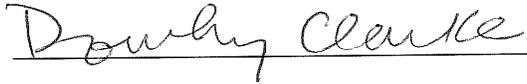
**Approved as to account  
Structure, numbers, and  
amount:**

**Financial Services Division**

**By:** 

**Approved as to form:**

**Office of Corporation Counsel**

**By:** 

**Date:** September 2, 2010

