

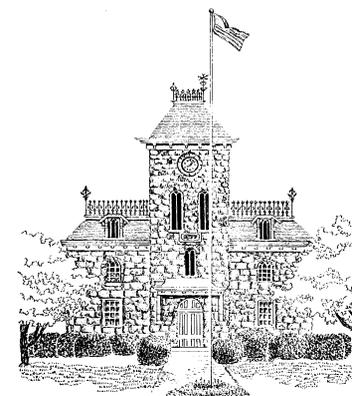
# TOWN OF SOUTH KINGSTOWN



## NOTICE OF PUBLIC HEARINGS

### TOWN COUNCIL 2011-2012 PRELIMINARY BUDGET

#### INCLUDES MUNICIPAL AND SCHOOL BUDGETS



The Town Council of the Town of South Kingstown will hold two Public Hearings on Wednesday, April 13, 2011 and Thursday, April 14, 2011 at 7:00PM on both the municipal and school budgets for all interested persons in the South Kingstown Council Chambers, Town Hall, 180 High Street, Wakefield, RI. A summary of the Town Council's Preliminary Budget as approved on March 21, 2011 follows. The Preliminary Budget may also be accessed at [www.southkingstownri.com](http://www.southkingstownri.com).

In accordance with the Town Charter, Section 4222 entitled Budget, Paragraph C. Petitions to the Council, "Following adoption of the Preliminary Budget by the Council, any qualified elector of the Town may circulate a petition requesting the Council to increase or decrease by any amount any item of expenditure in the said budget or to insert a new item of expenditure. Such petition shall specify the budget item or insertion and amount thereof and must be approved by the Town Clerk as to form prior to circulation, and must be returned to the Town Clerk on or before April 21<sup>st</sup> of each year. Upon receipt of such petition, the Town Clerk shall cause the signatures thereon to be verified by the Board of Canvassers forthwith, and if it contains no less than twenty-five (25) valid signatures of qualified electors of the Town, shall transmit the same to the council. The Council, before final adoption of the budget, shall consider and vote upon each such petition(s) proposal; provided, however, that the Council may change the appropriation for the School Committee in total only."

Another Public Hearing will be held on Monday, April 25, 2011 at 7:30 PM for all interested persons in the South Kingstown Council Chambers, Town Hall, 180 High Street, Wakefield, RI to consider any petitions filed in accordance with the Town Charter, Section 4222, entitled: Budget, Paragraph C. Petitions to the Council, and for the Town Council's Final Adoption of the 2011-2012 Budget.

Individuals requesting interpreter services for the hearing impaired must call 401-792-9642 (TDD) seventy-two (72) hours in advance of the public hearing dates.

Dale S. Holberton, CMC  
Town Clerk

Fiscal Year 2011-2012 Recommended Budget Program	Town	School	Motor Vehicle Exemption @ \$500 Total	Motor Vehicle Exemption @ \$3,000 Total
Appropriation	\$22,266,899	\$51,105,151	\$73,372,050	\$73,372,050
Less Non-Property Tax Revenue	(\$7,476,903)	(\$1,037,464)	(\$8,514,367)	(\$8,514,367)
<b>Property Tax Need</b>	<b>\$14,789,996</b>	<b>\$50,067,687</b>	<b>\$64,857,683</b>	<b>\$64,857,683</b>
Percent of Overlay	22.80%	77.20%	100.00%	100.00%
Overlay & Elderly Abatements	307,397	1,040,611	1,348,008	1,348,008
Proration and Roll Additions	(19,383)	(65,617)	(85,000)	(85,000)
<b>Gross Tax Levy</b>	<b>\$15,078,010</b>	<b>\$51,042,681</b>	<b>\$66,120,691</b>	<b>\$66,120,691</b>
Motor Vehicle Excise Tax	(960,770)	(3,252,437)	(4,213,207)	(3,182,964)
<b>Net Property Tax Levy</b>	<b>\$14,117,240</b>	<b>\$47,790,245</b>	<b>\$61,907,484</b>	<b>\$62,937,727</b>
Estimated Dec. 2010 Tax Roll			\$4,329,974,431	\$4,329,974,431
Tax Distribution - FY 2011	\$3.26	\$11.04	\$14.30	\$14.54
Tax Distribution - FY 2010	\$3.16	\$11.03	\$14.19	\$14.19
Increase (Decrease)	\$0.10	\$0.01	\$0.11	\$0.35
Property Tax Levy Increase - \$			\$621,258	\$621,258
Property Tax Levy Increase - %			0.95%	0.95%

TOWN COUNCIL  
OF THE  
TOWN OF  
SOUTH KINGSTOWN, RI

Ella M. Whaley, President  
Carol Hagan McEntee, Vice-President  
Mary S. Eddy  
Kathleen A. Fogarty  
James W. O'Neill

2011-2012 Budget Program All Funds	2009-2010 Actual	2010-2011 Budgeted	2011-2012 Recommended
General Fund	\$72,926,031	\$72,783,253	\$73,372,050
School Fund	57,621,377	58,647,873	58,434,545
Water Fund	883,920	959,360	963,949
Wastewater Fund	3,162,985	3,314,219	3,201,247
Solid Waste Fund	603,557	615,582	719,603
Peace Dale Office Building	69,170	81,606	90,289
Neighborhood Guild	810,826	817,614	834,192
Senior Services Program	696,590	714,649	726,208
<b>Total Program</b>	<b>\$136,774,456</b>	<b>\$137,934,156</b>	<b>\$138,342,084</b>
<b>Less Inter-Fund Transfers</b>	<b>(48,340,479)</b>	<b>(48,268,876)</b>	<b>(48,567,189)</b>
<b>Net Municipal Program</b>	<b>\$88,433,977</b>	<b>\$89,665,280</b>	<b>\$89,774,895</b>
<b>General Fund Program Account - Expenditures</b>	<b>2009-2010 Actual</b>	<b>2010-2011 Budgeted</b>	<b>2011-2012 Recommended</b>
General Administration	\$2,606,115	\$2,686,485	\$2,707,606
Public Safety Program	6,485,309	6,626,210	6,797,374
Public Services Program	2,243,999	2,193,774	2,225,572
Contributions to Outside Agencies	581,146	495,348	487,053
Recreation Department	1,253,470	1,317,088	1,340,037
Municipal Public Libraries	938,451	940,779	956,349
Municipal Boards and Outside Groups	23,000	17,850	17,850
Municipal Insurance	177,215	197,400	196,000
Employment Benefits and Service Costs	4,608,698	4,714,099	5,019,316
General Fund Contingency	65,000	65,000	65,000
<b>Total Operating Program</b>	<b>\$18,982,403</b>	<b>\$19,254,033</b>	<b>\$19,812,157</b>
Municipal and School Related Debt Service	\$4,642,129	\$4,398,292	\$4,104,557
Capital Budget	1,391,571	1,221,000	1,239,000
Transfer to School Fund	47,909,928	47,909,928	48,216,336
<b>Total General Fund Expenditures</b>	<b>\$72,926,031</b>	<b>\$72,783,253</b>	<b>\$73,372,050</b>
<b>General Fund Program Account - Income</b>	<b>2009-2010 Actual</b>	<b>2010-2011 Budgeted</b>	<b>2011-2012 Recommended</b>
Current Taxes	\$63,580,543	\$64,240,096	\$64,857,683
Prior Year Taxes	531,199	515,000	515,000
Interest On Taxes	316,101	330,000	300,000
Payment In Lieu Of Taxes	258,968	249,717	245,568
State Revenue Transfers	4,209,692	2,190,768	2,348,749
Transfer From Other Local Funds	604,117	682,583	514,905
Transfer From School Fund	186,500	196,501	206,485
Local Revenues	3,189,670	3,178,588	3,183,660
Undesignated Fund Balance Forwarded	1,200,000	1,200,000	1,200,000
<b>Total General Fund Income</b>	<b>\$74,076,790</b>	<b>\$72,783,253</b>	<b>\$73,372,050</b>
<b>School Fund Program Account - Expenditures</b>	<b>2009-2010 Actual</b>	<b>2010-2011 Budgeted</b>	<b>2011-2012 Recommended</b>
Salaries	\$33,807,142	\$34,372,106	\$34,514,102
Benefits	14,407,916	14,525,150	13,934,646
Professional Services	1,048,053	1,161,452	996,355
Property Services	608,645	569,363	648,576
Other Services	5,764,427	6,136,712	6,313,851
Supplies	1,590,066	1,520,319	1,612,227
Equipment	395,129	362,771	414,788
<b>Total School Fund Expenditures</b>	<b>\$57,621,378</b>	<b>\$58,647,873</b>	<b>\$58,434,545</b>
<b>School Fund Program Account - Income</b>	<b>2009-2010 Actual</b>	<b>2010-2011 Budgeted</b>	<b>2011-2012 Recommended</b>
General State Aid	\$8,585,095	\$8,763,073	\$8,407,232
Federal Programs	714,097	492,491	420,852
<b>Total State and Federal Aid to School Fund</b>	<b>\$9,299,192</b>	<b>\$9,255,564</b>	<b>\$8,828,084</b>
Tuition Income	138,533	131,059	131,059
School Trust Funds	20,413	20,000	20,000
Designated Funds	374,600	484,322	392,066
Medicaid	711,626	800,000	800,000
Miscellaneous	62,491	47,000	47,000
<b>Total Local Revenues</b>	<b>\$1,307,663</b>	<b>\$1,482,381</b>	<b>\$1,390,125</b>
<b>Property Tax Appropriation</b>	<b>\$47,909,928</b>	<b>\$47,909,928</b>	<b>\$48,216,336</b>
<b>Total School Fund Income</b>	<b>\$58,516,783</b>	<b>\$58,647,873</b>	<b>\$58,434,545</b>

Peace Dale Office Building Program Account - Expenditures	2009-2010 Actual	2010-2011 Budgeted	2011-2012 Recommended
Personal Services	\$39,319	\$39,375	\$39,968
Contractual Services	18,646	19,576	19,811
Purchased Services	11,205	22,655	22,510
Capital Program	0	0	8,000
<b>Total Peace Dale Office Building Expenditures</b>	<b>\$69,170</b>	<b>\$81,606</b>	<b>\$90,289</b>

Peace Dale Office Building Program Account - Income	2009-2010 Actual	2010-2011 Budgeted	2011-2012 Recommended
Rental Income	\$71,778	\$74,280	\$75,834
Other Income	16,902	17,300	16,500
Undesignated Fund Balance	1,584	1,500	1,500
<b>Total Peace Dale Office Building Income</b>	<b>\$90,263</b>	<b>\$93,080</b>	<b>\$93,834</b>

Neighborhood Guild Program Account - Expenditures	2009-2010 Actual	2010-2011 Budgeted	2011-2012 Recommended
Administration	\$412,379	\$431,765	\$438,460
Debt Service Payment	67,425	60,638	58,888
Front Desk	40,166	38,934	36,085
Senior Programs	70,149	54,100	54,300
Youth Programs	39,986	38,837	38,394
Music Programs	89,255	81,700	97,525
Adult Programs	43,829	59,600	56,950
Arts Programs	47,638	52,040	53,590
<b>Total Neighborhood Guild Expenditures</b>	<b>\$810,826</b>	<b>\$817,614</b>	<b>\$834,192</b>

Neighborhood Guild Program Account - Income	2009-2010 Actual	2010-2011 Budgeted	2011-2012 Recommended
Trust Fund Revenues	\$435,163	\$425,738	\$423,988
Fund Balance & Investment Income	25,303	18,500	25,500
Program Revenues	383,571	376,395	384,975
<b>Total Neighborhood Guild Income</b>	<b>\$844,038</b>	<b>\$820,633</b>	<b>\$834,463</b>

Senior Services Program Program Account - Expenditures	2009-2010 Actual	2010-2011 Budgeted	2011-2012 Recommended
Senior Transportation Program	\$61,931	\$69,232	\$62,160
Adult Day Services Program	101,763	101,632	100,367
Senior Services Center	285,271	290,106	305,960
Senior Nutrition Program	247,625	253,679	257,721
<b>Total Senior Services Fund Expenditures</b>	<b>\$696,590</b>	<b>\$714,648</b>	<b>\$726,208</b>

Senior Services Program Program Account - Income	2009-2010 Actual	2010-2011 Budgeted	2011-2012 Recommended
South Kingstown General Fund Transfer	\$414,396	\$349,948	\$341,653
Narragansett Contribution	98,563	96,721	99,362
North Kingstown Contribution	55,598	42,696	36,439
State Aid	169,012	132,917	142,621
Client Payments	112,972	82,890	98,382
Miscellaneous Income	15,505	4,475	2,749
Oliver Watson Trust Fund	5,000	0	0
Undesignated Fund Balance	0	5,000	5,000
<b>Total Senior Services Fund Income</b>	<b>\$871,046</b>	<b>\$714,647</b>	<b>\$726,208</b>

Water Enterprise Fund Program Account - Expenditures	2009-2010 Actual	2010-2011 Budgeted	2011-2012 Recommended
Source of Supply	\$134,715	\$147,099	\$152,744
Pumping Expenses	9,676	10,934	9,655
Transmission & Distribution	18,493	25,100	30,900
Billing, Accounting & Collection	31,820	32,700	33,500
Personnel Services	198,788	202,473	206,916
Administrative & General Expense	177,186	188,376	193,613
Other Expenses	313,242	352,678	336,622
<b>Total Water Fund Expenditures</b>	<b>\$883,920</b>	<b>\$959,360</b>	<b>\$963,949</b>

Water Enterprise Fund Program Account - Income	2009-2010 Actual	2010-2011 Budgeted	2011-2012 Recommended
Metered Sales - Domestic	\$649,746	\$698,848	\$703,255
Miscellaneous Revenue	6,813	5,500	6,500
Cell Antenna Lease Revenue	214,322	220,293	226,384
State of R.I. Water Protection	2,410	2,420	2,115
Forfeited Discounts & Penalties	4,004	3,000	3,000
Special Services - Turn-Off/On	1,358	1,350	1,450
Service - Tap Main & Lay Service	38,055	25,350	8,950
Service - Meter Installation	5,455	1,225	3,303
Interest on Investments	9,154	7,500	8,000
Contrib. - Retained Earnings	0	0	1,000
<b>Total Water Fund Income</b>	<b>\$931,317</b>	<b>\$965,486</b>	<b>\$963,957</b>

Wastewater Enterprise Fund Program Account - Expenditures	2009-2010 Actual	2010-2011 Budgeted	2011-2012 Recommended
Wastewater General Treatment	\$600,100	\$668,761	\$623,532
Sludge Disposal and Processing	731,768	755,968	706,556
Silver Lake Pumping Station	168,269	175,999	181,508
Kingston Pumping Station	116,927	116,562	124,010
Local Pumping Stations	102,051	101,599	103,326
Local Collection System	67,786	63,899	64,722
Billing, Accounting and Collection	63,409	64,569	66,072
Gen'l Administrative Expenses	160,072	167,499	169,863
Employee Benefits	420,643	460,339	474,038
Non-Operation Expenses	669,851	434,024	432,622
Cap. Budget and Contingency	62,109	305,000	255,000
<b>Total Wastewater Fund Expenditures</b>	<b>\$3,162,985</b>	<b>\$3,314,219</b>	<b>\$3,201,247</b>

Wastewater Enterprise Fund Program Account - Income	2009-2010 Actual	2010-2011 Budgeted	2011-2012 Recommended
Residential & Commercial Users	\$1,405,073	\$1,465,760	\$1,463,800
Industrial Users	46,165	46,065	49,525
Town of Narragansett	641,750	783,443	711,439
University of Rhode Island	478,861	591,532	564,209
General Fund Transfer	16,155	9,000	9,200
Wastewater Debt Payment	59,244	69,125	67,030
Fund Investment Income	24,741	22,000	20,000
Miscellaneous Revenues	35,083	25,050	24,050
Septage Revenue	287,446	309,000	294,000
<b>Total Wastewater Fund Income</b>	<b>\$2,994,518</b>	<b>\$3,320,975</b>	<b>\$3,203,253</b>

Solid Waste Enterprise Fund Program Account - Expenditures	2009-2010 Actual	2010-2011 Budgeted	2011-2012 Recommended
Recycling Program	\$0	\$400	\$400
Transportation & Disposal	292,878	300,800	285,312
Administrative Expenses	69,596	71,279	95,166
Non-Classified Expenses	63,058	63,058	63,058
Superfund Related Expenses	178,025	180,045	275,667
<b>Total Solid Waste Fund Expenditures</b>	<b>\$603,557</b>	<b>\$615,582</b>	<b>\$719,603</b>

Solid Waste Enterprise Fund Program Account - Income	2009-2010 Actual	2010-2011 Budgeted	2011-2012 Recommended
Metered Tonnage	\$302,017	\$300,800	\$285,312
Transfer Station Rental	59,283	68,000	118,000
Hauler License Fees	11,000	11,000	11,000
Residential Stickers/Tag Sales	48,720	55,650	66,250
Investment Income	11,489	5,000	5,000
Miscellaneous	4,216	4,350	34,491
Net Assets Forwarded to Operation	166,832	170,783	199,550
<b>Total Solid Waste Fund Income</b>	<b>\$603,557</b>	<b>\$615,583</b>	<b>\$719,603</b>

## RESOLUTIONS

**1. Reserve Fund Transfers**

BE IT RESOLVED that program balances identified below in the 2011-2012 fiscal year appropriations for General Fund (101) account 1710, Capital Improvement Program, shall be transferred to the following Reserve Funds in the corresponding not-to-exceed amounts:

**2011 - 2012 Reserve Fund Transfers**

Object Code	Description	Transfer Total	Reserve Fund
58211	Recreation Improvements	\$80,000	Recreation Development & Restoration Fund
58211	Recreation Improvements	\$96,000	Capital Equipment & Replacement Fund
58204	Road Improvements	\$610,000	Public Works Improvement Fund
58208	Police Department	\$33,000	Police Building Construction Fund
58245	EMS Equipment & Facilities	\$25,000	Public Services Office Building Fund
58245	EMS Equipment & Facilities	\$10,000	Police Building Construction Fund
58249	EMS Vehicle Replacement	\$75,000	Capital Equipment and Replacement Fund
58233	Senior Services/Adult Day Care	\$30,000	Capital Equipment and Replacement Fund
58214	In-house Computer System	\$10,000	Data Processing Improve. & Replacement Fund
58240	Library Facilities Renovation	\$25,000	Library Building Improvement Fund
58241	Town Hall Improvements	\$5,000	Town Hall Improvement Fund
58202	Equipment Acquisition	\$215,000	Capital Equipment and Replacement Fund

FURTHER RESOLVED: That the Town Finance Director, with the advice and consent of the Town Council, is hereby permitted to invest the funds at any time in said savings accounts or certificates of deposit of commercial or savings banks, or trust companies, or in obligations of the United States or its agencies, or in any other short-term investment as would be made by prudent persons of discretion and intelligence.

FURTHER RESOLVED: That the Town Council is hereby authorized to use the total funds, or such part thereof of said Reserve Funds, for capital expenditures as may be voted by the Town Council in accordance with the Town Council Adopted Capital Improvement Program.

FURTHER RESOLVED: That said sums appropriated to the Reserve Fund shall not revert to the General Fund at the end of the budget year but shall remain in said Reserve Fund to be used as herein provided in any budget period until otherwise voted.

**2. Reserve Fund Transfers**

BE IT RESOLVED that the program balance identified below in the 2011-2012 fiscal year appropriation for School Fund account 55201, Technology, shall be transferred to the following Reserve Fund in the corresponding not-to-exceed amount:

**2011 - 2012 Reserve Fund Transfer**

Object Code	Description	Transfer Total	Reserve Fund
55201	Technology	\$20,000	School Improvement Fund

FURTHER RESOLVED: That the Town Finance Director, with the advice and consent of the Town Council, is hereby permitted to invest the funds at any time in said savings accounts or certificates of deposit of commercial or savings banks, or trust companies, or in obligations of the United States or its agencies, or in any other short-term investment as would be made by prudent persons of discretion and intelligence.

FURTHER RESOLVED: That the School Committee is hereby authorized to use the total funds, or such part thereof of said Reserve Funds, for capital expenditures as may be voted by the School Committee in accordance with the School Department Adopted Budget.

FURTHER RESOLVED: That said sums appropriated to the Reserve Fund shall not revert to the School Fund or the General Fund at the end of the budget year but shall remain in said Reserve Fund to be used as herein provided in any budget period until otherwise voted.

**3. Reserve Fund Transfer to the General Fund**

BE IT RESOLVED that transfers from the Impact Fee Reserve Fund to the General Fund to pay for education debt service costs associated with school capital projects shall be made from assets held for school facilities in the amount of \$70,000 for Fiscal Year 2011-2012.

**4. Reserve Fund Transfer to the General Fund**

BE IT RESOLVED that transfers from the Impact Fee Reserve Fund to the General Fund to pay for recreation debt service costs associated with capital projects shall be made from assets held for recreation facilities in the amount of \$125,141 for Fiscal Year 2011-2012.

**5. Reserve Fund Transfer to the General Fund**

BE IT RESOLVED that transfers from the Open Space Reserve Fund to the General Fund to pay for debt service costs associated with open space land acquisition shall be made in the amount of \$225,000 for Fiscal Year 2011-2012.

**6. Deed of Gift of the Neighborhood Guild**

BE IT RESOLVED to authorize the Trustees of the South Kingstown School Funds to forward to the Town Finance Director (serving in the capacity of the Town Treasurer) the sum of Four Hundred Thirteen Thousand Three Hundred Eighty Eight Dollars (\$413,388) from investment income generated from the endowment and funds available within the reinvested income account of the Neighborhood Guild for operation of the Neighborhood Guild Program for the 2011-2012 fiscal year. Said Funds are restricted to uses in accordance with the Deed of Gift of the Neighborhood Guild recorded on March 26, 1940.

**7. Reserve Fund Transfer**

BE IT RESOLVED that an amount not to exceed \$10,470 be transferred from the Public Works Improvement Fund to the Public Services Office Building Fund for Fiscal Year 2010-2011.

**8. Utility and Special Revenue Fund Transfers to the General Fund**

BE IT RESOLVED that program balances in the 2011-2012 fiscal year expenditures for the various utility and special revenue funds identified below, shall be transferred to the General Fund in the corresponding not-to-exceed amounts:

**2011 - 2012 Fund Transfers**

Fund Code	Description	Transfer Total	General Fund	Account
210	Water Fund	\$19,600	101-46115	Transfer from Water Fund
215	Wastewater Fund	\$36,000	101-46114	Transfer from Wastewater Fund
225	Solid Waste Fund	\$14,700	101-46116	Transfer from Solid Waste Fund
310	PDOB Fund	\$2,850	101-46120	Transfer from PDOB Fund
334	South Road School Reserve Fund	\$10,864	101-45021	Transfer from South Road School Reserve Fund
340	Neighborhood Guild Fund	\$5,250	101-46119	Transfer from Neighborhood Guild Fund
345	Senior Service Program	\$5,500	101-46130	Transfer from Sr. Service Program
370	EMS Billing Services Fund	\$500,000	101-46102	EMS Reimbursement

**9. Other General Fund Transfers**

BE IT RESOLVED that program balances identified below in the 2010-2011 and 2011-2012 fiscal year appropriations for the General Fund (101), shall be transferred to the following funds in the corresponding not-to-exceed amounts:

**2010 - 2011 Fund Transfer**

Account Code	Transfer Description	Total	Fund #	Fund Description
101-1710-58211	Recreation Improvement	\$90,000	402	Capital Equip & Repl Fund

**2011 - 2012 Fund Transfers**

Account Code	Transfer Description	Total	Fund #	Fund Description
101-1610-52299	School Fund Transfer	\$48,216,336	101	General Fund
101-1051-52299	Elderly Services Transfer	\$341,653	345	Senior Services Fund
101-0970-52299	Wastewater Fund Transfer	\$9,200	215	Wastewater Operations Fund

**10. Reserve Fund Transfer**

BE IT RESOLVED that the program balance identified below in the 2010-2011 fiscal year appropriation for General Fund (101), as outlined below, shall be transferred to the Compensated Absences Reserve Fund in the corresponding not-to-exceed amount:

**2010- 2011 Reserve Fund Transfer**

Account Code	Description	Transfer Total
101-0810-51105	Police Dept. Retirement/Vacation Reimbursement	\$100,000

FURTHER RESOLVED: That the Town Finance Director, with the advice and consent of the Town Council, is hereby permitted to invest the funds at any time in said savings accounts or certificates of deposit of commercial or savings banks, or trust companies, or in obligations of the United States or its agencies, or in any other short-term investment as would be made by prudent persons of discretion and intelligence.

FURTHER RESOLVED: That the Town Council is hereby authorized to use the total funds, or such part thereof of said Reserve Funds, for compensated absence expenditures.

FURTHER RESOLVED: That said sums appropriated to the Reserve Fund shall not revert to the General Fund at the end of the budget year but shall remain in said Reserve Fund to be used as herein provided in any budget period until otherwise voted.

**11. 2010-2011 Reserve Fund Transfer**

BE IT RESOLVED that transfers from the Peace Dale Office Building Fund to the Compensated Absences Reserve Fund to cover the liability for compensated absences shall be made from net assets held in the Peace Dale Office Building Fund in an amount not to exceed \$1,500 for Fiscal Year 2010-2011.

FURTHER RESOLVED: That the Town Finance Director, with the advice and consent of the Town Council, is hereby permitted to invest the funds at any time in said savings accounts or certificates of deposit of commercial or savings banks, or trust companies, or in obligations of the United States or its agencies, or in any other short-term investment as would be made by prudent persons of discretion and intelligence.

FURTHER RESOLVED: That the Town Council is hereby authorized to use the total funds, or such part thereof of said Reserve Funds, for compensated absence expenditures.

FURTHER RESOLVED: That said sums appropriated to the Reserve Fund shall not revert to the General Fund at the end of the budget year but shall remain in said Reserve Fund to be used as herein provided in any budget period until otherwise voted.