INTEREST ON DONATED FUNDS POLICY

1. Donations are routinely expected to be expended for the purpose designated, within the current budget year.

2. Individual donation activities are tracked for amount donated, versus amount spent.

3. Net donation balances at year end, exceeding $5,000 but less than $10,000, will have an appropriate estimated earnings amount calculated and applied, with the resultant balance recorded as a "reserved" portion of City over-all Fund Balance.

4. Ongoing donation activities which have been approved for a multi year project, (i.e. Opera House), and exceed $10,000 in net balance, will be tracked monthly and have interest earnings calculated and applied monthly based on the month's net activity.

5. Minor donation activities, less than $5,000 net, are expected to be expended and will not earn interest.

APPROVED BY THE COMMON COUNCIL: December 14, 1999

S:\Clerks Office\Policies Procedures and Emergency Plans\INTEREST.docx
S:\Clerks Office\Policies Procedures and Emergency Plans\INTEREST.pdf
LASERFICHE:\Stoughton\Policies Procedures and Emergency Plans\Interest