

FISCAL POLICY COMMITTEE

JANUARY 7, 1986

MEMBERS;

BILL WESEMAN CHMN., FRED JOY, CHARLES HARTMAN, TOM WIER AND
DON ROBISON

DISCUSSIONS;

LAYING GROUND WORK FOR GUIDELINES & RECOMMENDATIONS TO THE BOARD
OF DIRECTORS.

1. SUCCESS WAS RECOGNIZED AS DEPENDENT UPON HAVING ALL MEMBERS
(ESPECIALLY NEW ONES) INTERESTED AND ACTIVE IN ALL ASPECTS OF OUR
CLUB GOALS. IN UNITY OF PURPOSE, AND WITH EXCELLENT SPIRIT.
2. IT IS NOT THE CHARGE OR INTENT OF THIS COMMITTEE TO DETERMINE
THE AMOUNTS OF FUTURE FUNDS, OR HOW THEY ARE BUDGETED, BUT TO
STUDY AND RECOMMEND, TO THE BOARD OF DIRECTORS, A PLAN TO
ESTABLISH SOME GUIDE LINES FOR APPLYING AND HANDLING FUNDS
RAISED BY OUR CLUB THROUGH VARIOUS PROGRAMS.
3. ADDITIONAL FUNDS OF \$10 TO \$15 THOUSAND DOLLARS PER YEAR WILL
BE NEEDED IF THE PRESENT PLANS FOR THE SENIOR CITIZENS-ROTARY
CLUB BUILDING GO THROUGH; HOWEVER, IT WOULD BE APPROXIMATELY 2
YEARS BEFORE A PAYMENT COULD BECOME DUE.
4. PLANNED NEW PROJECTS, OR SAVING A PERCENTAGE OF FUNDS RAISED
ON PRESENT PROJECTS EACH YEAR, COULD EVENTUALLY PROVIDE THE
AMOUNTS NEEDED TO COVER THE NEXT YEAR'S BUDGET REQUIREMENTS
5. THE PRESIDENT-ELECT AND HIS OFFICERS WOULD HAVE THE NECESSARY
INFORMATION TO PREPLAN THE BUDGET FOR THE FOLLOWING YEAR.
6. MONIES FOR GRANTS TO CHARITIES WOULD BE AVAILABLE WHEN THE
PRESIDENT TAKES OFFICE EACH YEAR. THIS WOULD GIVE US THE AD-
VANTAGE OF GETTING OUR COMMITTEES OFF TO A GOOD START EARLY IN
YEAR INSTEAD OF WAITING TO SEE IF MONIES WERE AVAILABLE FROM OUR
(HOPEFULLY SUCCESSFUL) FUND RAISERS.
7. WE CONCURRED THAT IT WOULD NOT CAUSE A PROBLEM WITH THE IRS
OVER OUR TAX EXEMPT STATUS IF WE DECIDED TO CARRY FUNDS OVER FOR
ONE YEAR AND THAT THE MECHANICS FOR DOING THIS COULD BE WORKED
OUT WITH THE HELP OF EXPERTS IN THAT FIELD.

RECOMMENDATIONS;

1. ESTABLISH A SAVINGS OR INVESTMENT ACCOUNT.
YES...4..... NO...0.....
2. ALLOCATE PROFITS OF NEW PROJECTS; SPECIFICALLY "BULLETIN
ADVERTISING INSERT", AND "REVERSE DRAW DINNER" FOR FUNDING
ADVANCED BUDGET.
YES...4..... NO...0.....
3. ALLOCATE A PERCENTAGE OF THE PROFITS, IN ADDITION TO BUD-
GETS OF EXISTING AND NEW PROJECTS, TO BE SAVED OVER A NUMBER
OF YEARS UNTIL APPROXIMATELY 1 YEAR'S SERVICE BUDGET IS
SAVED.
YES...4..... NO...0.....
4. THAT ALL FUND RAISING PROJECTS HAVE A SPECIFIC PURPOSE FOR
THEIR GOAL.
YES...4..... NO...0.....
5. PLANS FOR FUTURE FUND RAISING PROJECTS SUBMITTED TO
THE BOARD SHOULD INCLUDE PARTICULARS FOR MEETING THE BUDGET
ON THE PROJECT.
YES...4..... NO...0.....
6. RECOMMEND TO THE BOARD THAT EACH YEAR THE BUDGET SHOULD CON-
TAIN A CONTINGENCY FUNDING AMOUNT TO COVER LATE DEVELOPING
WORTHY NEEDS AS DETERMINED BY THE BOARD.
YES...3..... NO...1.....
(NOTE): I FEEL THAT "WORTHY NEEDS" COULD DEVELOP AT ANY TIME
IN THE YEAR, AND THAT IT'S IMPOSSIBLE TO PROVIDE HELP, "LARGE
OR SMALL", WITHOUT A PROVISION FOR IT. PERHAPS CALLING IT AN
EMERGENCY FUND AND QUALIFYING ITS LIMITATIONS INRE: AMOUNTS,
ETC; SHOULD BE FURTHER DISCUSSED! I BELIEVE THE FEAR WAS OF
ANY SURPLUS MONEY BECOMING A "SLUSH" FUND.
7. THAT EACH MAJOR NEW PROJECT MAY BE SEPARATELY INCORPORATED
AS IS THE PROPOSED SPACE AWARDS PROGRAM.
YES...4..... NO...0.....
(NOTE): IT IS MY UNDERSTANDING THAT MANY CLUBS HAVE SET UP A
TRUST FUND TO HANDLE FUNDS FOR ALL OF THEIR PROJECTS, BECAUSE
IT SATISFIES THE IRS ABOUT LEFT OVER FUNDS IN A TAX-EXEMPT
ORGANIZATION.

8. PROJECTED BUDGET AMOUNTS FOR THE UP COMING YEAR COULD BE
BASED ON AN AVERAGE AMOUNT USED OVER THE PREVIOUS 5 YEARS
YES..... NO.....

9. SHOULD FUNDS IN EXCESS OF EXPECTED PROFITS ON PROJECTS IN ANY
ONE YEAR BE;

A. EXPENDED IN CURRENT YEAR?
YES..... NO.....

B. IF ITEM "A" IS YES SHOULD THERE BE A MAXIMUM AMOUNT UNLESS
ALTERNATE PROJECTS WERE DESIGNATED IN THE CURRENT BUDGET?
YES..... NO.....

C. APPLIED AS FUNDS IN SERVICE BUDGET FOR FOLLOWING YEARS?
YES..... NO.....

D. ACCUMULATED IN A TRUST FUND IN ORDER TO QUALIFY FOR LARGER
FUTURE PROJECTS?
YES..... NO.....