

(First Published in the Great Bend *Tribune* on March 18, 2016)

ORDINANCE NO. 335

## AN ORDINANCE ESTABLISHING A MUNICIPAL WATER RESERVE FUND.

*BE IT ORDAINED AND ENACTED by the Governing Body of the City of Pawnee Rock, Kansas:*

**Section 1. Policy Objective.** It is the policy objective of the governing body that such Municipal Water Reserve Fund shall be used as a financing mechanism to secure the planned and orderly acquisition and replacement of equipment necessary for the efficient and effective operation of the city water system, for repairs to that system and infrastructure for delivery of water to patrons of the city. The fund is in addition to the sewer reserve fund. It is the further intent of the Governing Body to annually approve in the future the budgeting of current revenues sufficient:

- (a) to finance the acquisition of new equipment needed in the following year; and
- (b) to finance needed future repairs and replacement of infrastructure acquisitions by setting aside a reserve amount.

**Section 2. Fund Established.** In accordance with the provision of K.S.A. 12-1, 117, there is hereby established a MUNICIPAL WATER RESERVE FUND, which shall be used by the city to finance the acquisition of equipment and resources necessary for the performance of various functions and services of the city relating to the municipal water services for which such acquisition cannot be made solely on monies budgeted on an annual basis, and where accumulation of funds for larger projects is desirable. For the purpose of this ordinance, the term “equipment and resources” shall mean machinery,

vehicles and other equipment or personal property, which has an estimated future purchase or replacement cost in excess of \$5,000. The term includes computers, equipment and software to operate a municipal water billing system.

**Section 3. Plan of Operation.** (a) The city clerk shall prepare a plan of operation for the implementation of this ordinance and for the achievement of the policy objectives of the Governing Body.

(b) In the year 2016, the city clerk shall include in the proposed budget for 2016 an amount sufficient to cover necessary 2017 equipment acquisition costs, plus an amount approximately equal to the average annual expenditures of the city for equipment purchases during the past five years.

(c) Beginning in 2016, the city clerk shall annually submit, at the same time the proposed annual budget is submitted, a proposed equipment acquisition program for each of the following three years. The proposed budget shall include an amount sufficient to finance proposed equipment acquisitions for the following year, plus an amount to be reserved as set forth in the annually revised and extended equipment acquisition program. In accord with city council actions of January 11, 2016, the sum of \$7,500.00 is set aside to this program for 2016.

**Section 4. Investing.** Moneys in the Municipal Water Reserve Fund shall be invested in accordance with the provisions of K.S.A. 10-131 and amendments thereto, with interest earnings credited to such fund.

**Section 5.** This ordinance shall take effect and be in force from and after its publication in the official city newspaper.

Section 6. Any city ordinances contrary with the subject of this ordinance are hereby repealed.

Section 7. This Ordinance shall take effect and be in force from and after its publication in the official city newspaper of the City of Great Bend, Kansas or from and after compliance with K.S.A. 2012 Supp. 12-3007(b).

PASSED BY THE CITY COUNCIL OF THE CITY OF Pawnee Rock this 7<sup>th</sup> day of March, 2016.

APPROVED by the Mayor:

Lynda McCowan  
Pawnee Rock, Mayor

Attest:

Cathleen M. Groves  
City Clerk

