

CITY OF SEABROOK
ORDINANCE NO. 2017-41

ESTABLISHING A CAPITAL RESERVE FUND

AN ORDINANCE ESTABLISHING A CAPITAL RESERVE FUND TO BE USED TO PROVIDE A FUNDING SOURCE FOR CAPITAL PROJECTS IDENTIFIED BY THE CAPITAL IMPROVEMENTS PLAN (CIP) OR OTHER PROJECTS APPROVED BY CITY COUNCIL; AMENDING FY 2016-17 GENERAL FUND BUDGET, AUTHORIZING A TRANSFER OF FUNDS TO THE CAPITAL RESERVE FUND; PROVIDING FOR A SEVERABILITY CLAUSE; AND PROVIDING FOR AN EFFECTIVE DATE

WHEREAS, the City Council of the City of Seabrook has determined it appropriate to create the "Capital Reserve Fund" with a committed fund balance as a comprehensive fund where all monies deposited or transferred into said fund shall be appropriated and used solely for capital improvements, equipment, facilities or any other project within the City's Capital Improvement Plan (CIP); and

WHEREAS, the Capital Reserve Fund will be used to maintain and preserve infrastructure and enhance the funding ability for the City's 5-Year Capital Improvements Plan (CIP) that is approved annually during the regular budget process; and

WHEREAS, the City Council has determined that such fund can accept contributions from the General Fund, Enterprise Fund, Grants or Special Funds; and

WHEREAS, the Capital Reserve Fund is separate from, and in addition to the special capital project funds, established reserve funds which are 25% of operating expenditures in General Fund and 15% of operating expenses in the Enterprise Fund; now, therefore,

WHEREAS, the Council of the City of Seabrook desires to appropriate revenues in excess of those estimated in the General Fund budget as a supplemental appropriation in an amount of \$100,000 for the Capital Reserve Fund; and

WHEREAS, the City Council of the City of Seabrook finds and determines that this budget amendment complies with all requirements under its Charter and laws; now, therefore,

BE IT ORDNANED BY THE CITY COUNCIL OF THE CITY OF SEABROOK, STATE OF TEXAS:

Section 1. The Seabrook City Council creates a committed fund balance for future governmental capital replacement or improvements commensurate with the above findings of fact.

Section 2. The Seabrook City Council establishes a Capital Reserve Fund to accumulate funds for governmental capital replacement and improvement. The monies in the Capital Reserve Fund shall be used only for specific capital purchases approved for that purpose.

Section 3. The Seabrook City Council amends FY 2016-2017 General Fund Budget to increase \$100,000 in General Fund transfer-out line item and Capital Reserve Fund transfer-in line item and authorizes the transfers to fund the Capital Reserve Fund.


AND IT IS SO ORDERED

PASSED AND APPROVED on first reading with a quorum present, by an affirmative vote of a majority of Councilmembers present, in accordance with Seabrook City Charter Section 2.10 on this 19th day of September, 2017.

PASSED, APPROVED, AND ADOPTED on final reading with a quorum present, by an affirmative vote of a majority of Councilmembers present, in accordance with Seabrook City Charter Section 2.10 on this 3rd day of October, 2017.


Thomas G. Kolupski, Mayor

ATTEST:


Robin Hicks, TRMC
City Secretary



APPROVED AS TO FORM:


Steven L. Weathered, City Attorney