

ORDINANCE NO. 14-19

**AN ORDINANCE OF THE CITY OF RICHMOND, KENTUCKY
ESTABLISHING A CONTINGENCY RESERVE FUND FOR THE CITY AND
SETTING FORTH THE CIRCUMSTANCES UNDER WHICH MONIES IN
THAT FUND CAN BE EXPENDED**

WHEREAS, the Board of Commissioners for the City of Richmond believe it to be sound fiscal policy for the City that a contingency reserve fund be established and funded which will be available for use in times of fiscal hardship and distress;

NOW, THEREFORE, BE IT ORDAINED as follows:

SECTION 1

1. There is hereby created a fund separate from the general revenue fund of the City, and from all other funds, a fund which shall be called the Contingency Reserve Fund. Commencing with the fiscal year which begins on July 1, 2014, and during all subsequent fiscal years, sufficient funds shall be appropriated to the Contingency Reserve Fund such that the fund balance shall be in an amount not less than twenty percent of that fiscal year's total appropriations out of the City's general fund as shown on the enacted budget ordinance.

2. No monies shall be withdrawn or expended from the Contingency Reserve Fund unless actual liquid monies in the City's general fund are insufficient to meet the City's operating expenses. Prior to any withdrawal or expenditure from the fund, the Board of Commissioners shall: (i) enact an ordinance amending the budget as may be necessary; and (ii) adopt an Order making a finding that the circumstances outlined above exist and that a withdrawal from the Contingency Reserve Fund is required.

3. When the balance of the Contingency Reserve Fund shall be less than the twenty percent figure set forth above, the required balance shall be restored through necessary appropriations to the fund at the earliest time possible consistent with the fiscal condition of the City.

4. The City's Director of Finance shall take such procedural steps as may be required to establish the Contingency Reserve Fund and to segregate the monies in that fund from the other funds of the City.

SECTION 2

This Ordinance shall be effective immediately upon its enactment following second reading, and publication in accordance with the requirements of applicable Kentucky law.

DATE OF FIRST READING:
MOTION BY:
SECONDED BY:

June 17, 2014
Commissioner Newby
Commissioner Baird

DATE OF SECOND READING:
MOTION BY:
SECONDED BY:

June 24, 2014
Commissioner Newby
Commissioner Blythe

VOTE

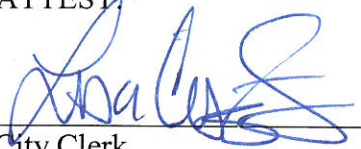
Commissioner Baird
Commissioner Blythe
Commissioner King
Commissioner Newby
Mayor Barnes

YES	NO
x	
x	
x	
x	
x	



Mayor Barnes

ATTEST



City Clerk