

ORDINANCE NO. 439-0

AN ORDINANCE ESTABLISHING A WATER SYSTEM IMPROVEMENT FUND AND
A SEWER SYSTEM IMPROVEMENT FUND

WHEREAS, Oregon Local Budget Law provides that cities may reserve a portion of receipts from any city utility operation for future expansion, renewal or replacement of the utility facility or system; and

WHEREAS, setting aside funds for future system expansion, renewal and replacement reflects sound fiscal planning and management;

NOW, THEREFORE, BE IT ORDAINED BY THE COMMON COUNCIL OF THE CITY OF TROUTDALE THAT:

SECTION 1.

A Water System Improvement Fund and a Sewer System Improvement Fund be established at July 1, 1985 in accordance with ORS 294.366 and subject to the conditions specified in Section 2.

Section 2.

Conditions governing the Water System Improvement Fund and the Sewer System are:

1. Each fund shall account for system expansion and for system renewal and replacement of the related utility.
2. Resources for system expansion shall be related system development charges, grants, bond proceeds and interest earnings.
3. Resources for system renewal and replacement shall be a dedicated portion of user fees which represents depreciation expense (if included during the rate setting process), transfers from the related system Operating Fund, grants, bond proceeds and interest earnings.
4. System expansion project outlays shall be funded by the resources identified in Subsection 2.
5. System renewal and replacement project outlays shall be funded by the resources identified in Subsection 3.

6. The identification of a project as a system expansion or a system renewal and replacement shall be made by the Community Services Director and/or Project Engineer.

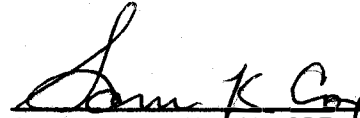
Section 3.

The Water System Improvement Fund and the Sewer System Improvement Fund are subject to the accounting and reporting requirements for proprietary funds as provided by generally accepted accounting principles applicable to governmental units.

ADOPTED BY THE COMMON COUNCIL OF THE CITY OF TROUTDALE THIS, 26TH DAY OF MARCH, 1985.

Yeas: 6

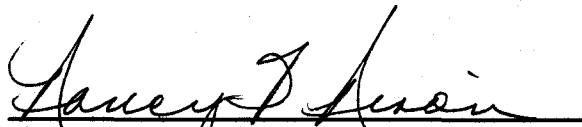
Nays: 0



SAM K. COX, MAYOR

DATE SIGNED: 3-27-85

ATTEST:



NANCY B. NIXON
FINANCE DIRECTOR/CITY RECORDER