

RESOLUTION NO. 96-52

A RESOLUTION OF THE RIDGECREST CITY COUNCIL TRANSFERRING FUNDS UNAPPROPRIATED AS OF JUNE 30, 1996 TO THE CONTINGENCY RESERVE ACCOUNT, AFFIRMING THE INVESTMENT POLICY ADOPTING THE APPROPRIATIONS LIMIT AND APPROVING THE CITY'S BUDGET FOR THE FISCAL YEAR 1996-97 AND FISCAL YEAR 1997-98

BE IT RESOLVED BY THE RIDGECREST CITY COUNCIL as follows:

Section 1. Contingency Reserves

The City has previously established a contingency reserve account for each discrete fund of the City. The continued existence of such contingency reserve account is hereby affirmed.

All monies previously appropriated to any fund of the City which are not expended as of June 30, 1996, shall be appropriated to the contingency reserve account of each respective city fund.

Monies previously and currently appropriated to the various contingency reserve accounts shall be expended during future fiscal years first to avoid borrowing pending receipt of tax revenues and then for unusual and necessary expenses chargeable to each of the various respective funds prior to the expenditure of appropriations for the current fiscal year, provided, monies appropriated to a contingency reserve account shall not be expended as aforesaid to the extent that the appropriations to a contingency reserve account are being accumulated to provide reserves for emergencies, other unforeseen contingencies, specific capital projects, or other property acquisitions.

Section 2. Investment Policy

The investment policy heretofore adopted by the City on April 3, 1985 be and the same is hereby reaffirmed and readopted for the fiscal year commencing July 1, 1996.

Section 3. Proceeds of Taxes Appropriations Limit

The appropriations limit for proceeds of taxes is calculated by using either the City's or the County's population growth. The use of the County's growth for fiscal year 1996-1997 limit is hereby adopted.

Resolution No. 96-52
Page 2

The appropriations limit is also calculated by using either the change in California per capita income or the increase in local nonresidential assessed valuation due to new construction. The County's computer system has been unable to provide the latter. Therefore, the use of the California per capita income factor is hereby adopted, reserving the right to recalculate and amend the appropriations limit once the County can provide the alternative data.

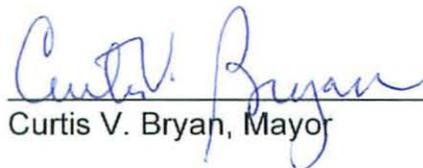
Based on the above factors, the appropriations limit for proceeds of taxes for fiscal year 1996-1997 is hereby adopted at \$8,577,861.

Section 4. **Budget**

The budget attached hereto and hereby incorporated by this reference as Exhibit "A" be and the same is hereby approved for the fiscal year commencing July 1, 1996.

APPROVED AND ADOPTED this 10th day of July, 1996 by the following vote:

- AYES: Mayor Bryan, Council Members Auld, Bitney and Lalor.
- NOES: None.
- ABSTAIN: None.
- ABSENT: Council Member Parode.


Curtis V. Bryan, Mayor

ATTEST:

Pamela Bartlett, City Clerk