

ORDINANCE NO. 20

ORDINANCE ENACTING CERTAIN PROVISIONS FOR LEGALLY BINDING THE GOVERNING BODY OF THE CITY OF PAYNE SPRINGS, TEXAS TO HAVE THREE (3) MONTHS RESERVE FUNDING FOR MAINTAINING THE OPERATION OF THE MUNICIPALITY OF THE CITY OF PAYNE SPRINGS, TEXAS.

WHEREAS, the City of Payne Springs, Texas (City) is a Type A General Law municipality under the laws of the State of Texas; and

WHEREAS, the City is empowered to protect all the solvency for the present and the future citizens of the City; and

WHEREAS, the City to maintain solvency shall have reserve funding available for the operation of the municipality for a period of three (3) months, the amounts of this reserve shall change over time as the City continues to have growth.

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF PAYNE SPRINGS, TEXAS


Section 1. In consideration of the protection of the solvency of the City of Payne Springs, Texas and the benefits to be received by the City residents, the Governing body of the City of Payne Springs, Texas will maintain operating funds for the City of Payne Springs, Texas for a period of THREE (3) months operation. The funds may be held in a certificate of deposit at a bank or any investment fund such as Tex Pool that the Governing body of the City of Payne Springs, Texas may choose.

Section 2. The provisions of this ordinance shall be in force and effect from and after its passage.

PASSED AND APPROVED, THIS th 12 DAY MAY 2005.


MAYOR, J.D. MEREDITH
CITY OF PAYNE SPRINGS

ATTEST:


CITY SECRETARY, SUE BARNETT
CITY OF PAYNE SPRINGS

SEAL