

Ordinance No. 05-19

AN ORDINANCE AMENDING THE CAPITAL ASSET REPLACEMENT PROGRAM FOR THE TOWN OF MONTEAGLE GENERAL GOVERNMENT

WHEREAS, Ordinance No. 02-12 was adopted on February 28, 2012, which established a capital asset replacement fund; and

WHEREAS, that fund was established with revenue received from the sale of a natural gas system and will not be a recurring source of revenue for general government; and

WHEREAS, the Town of Monteagle has constructed or is constructing large capital projects whose depreciation cost has exceeded a reasonable level of expense to the general fund; and

NOW, THEREFORE, BE IT ORDAINED by the Town of Monteagle that the following amendment to Ordinance No. 02-12 is hereby established:

Section 1. For purpose of this ordinance, the following paragraph from Ordinance No. 02-12 shall be deleted in its entirety:

Upon purchase of a capital asset, the annual depreciation cost of capital assets of the general government (excluding the water and sewer fund) for the year shall hereby be deposited in the capital asset replacement fund for the General Fund, Drug Control Fund, State Street Aid Fund and any other special revenue fund that may be established for their respective assets.

Section 2. This ordinance shall have no effect on the remainder of Ordinance No. 02-12 with regard to budgets, purchasing, or other requirements outlined in the original ordinance.

Section 3. This ordinance shall become effective upon final passage, the public welfare requiring it.

Passed this:

First Reading: Sept. 30, 2019

Second & Final Reading: Oct 28, 2019

Mayor: *David Sufly*

Attest: *Debra Taylor*
Recorder