

**CITY OF CRAIG  
RESOLUTION 14-12**

ESTABLISHING RESERVE FUNDS

WHEREAS, the City of Craig has an ongoing need for capital project, equipment replacement, and harbor upgrades dollars; and

WHEREAS, in recognition of the need, the Craig City Council has elected to formally designate needed reserve funds and identify a source of revenue for those reserves; and,

WHEREAS, dollars deposited into reserve funds are subject to subsequent appropriation by the Craig city council.

NOW, THEREFORE BE IT RESOLVED that the Craig City Council authorizes the creation of a Capital Projects Reserve Fund; a Equipment Replacement Reserve Fund; and Harbor Reserve Fund.

BE IT FURTHER RESOLVED that the three reserve funds are to be capitalized from the following sources:


<u>Reserve Fund Name</u>	<u>Annual Source of Revenue</u>	<u>Initial Capitalization</u>	<u>Source of Initial Capitalization</u>
Capital Projects	Endowment Fund <sup>1</sup>	\$30,948	Endowment Fund
Equipment Replacement	Surplus Raw Fish Tax	\$130,000	General Fund
Harbor Reserve	Surplus Raw Fish Tax	\$130,000	General Fund
Harbor Reserve	Lease payments from Community Cold Storage Bldg. <sup>2</sup>	\$44,000	Lease Payment

1. Annual contribution amount set through budget process.


2. Capped at \$44,000 annually from Community Cold Storage lease payment.

BE IT FURTHER RESOLVED that it is the City Council's intention that the "Annual Sources of Revenue" are to be used each year to add to the identified reserve funds.

Adopted by the Craig City Council this 15<sup>th</sup> day of May, 2014.

  
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Mayor Dennis Watson



  
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Kass Bateman, City Clerk