

ORDINANCE NO. 1002

**AN ORDINANCE ESTABLISHING A NON BUDGETED FUND
FOR THE CITY OF MOUNDRIDGE, KANSAS.**

WHEREAS, the City of Moundridge received a State of Kansas low interest loan to be used to help offset the natural gas crises caused by the February 2021 cold snap; and

WHEREAS, the City of Moundridge, Kansas on 22nd day of March, 2021 adopted Ordinance 1001 which established a \$3 dollar market rate adjustment to be used to offset and pay said State of Kansas loan, which \$3 assessment is to be added to the residential and commercial natural gas average total computed per unit cost price; and

WHEREAS, the City Administrator is authorized to allow a one time up-front payment of the market rate adjustment to be made within a specific time frame; and

WHEREAS, pursuant to K.S.A. 12-16,111 and Kansas Home Rule the City of Moundridge, Kansas deems it necessary and prudent to establish a non-Budget Fund, being "Utility Assessment Fund" number 54, to be used for the following purposes:

- (a) Record the deposit of the State of Kansas loan, which loan is to be used to pay Utility Debt Obligations; and
- (b) Pay said State loan; and
- (c) Record deposits from the market rate adjustments to natural gas or other utility bills, which said market rate adjustments are specifically for the purpose of repaying said State of Kansas loan;

all for the purposes of paying Utility Debt Obligations of the City of Moundridge, Kansas; and

WHEREAS, money in this fund is not subject to the budget law and as such the fund can be shown on a non-budgeted form;

NOW THEREFORE, BE IT ORDAINED BY THE GOVERNING BODY OF THE CITY OF MOUNDRIDGE, KANSAS:

1. The City of Moundridge hereby establishes a non-Budget Fund, being "Utility Assessment Fund", number 54, to be used for the following purposes:

- (a) Record the deposit of the State of Kansas loan, which loan is to be used to pay Utility Debt Obligations; and
- (b) Pay said State loan; and
- (c) Record deposits from the market rate adjustments to natural gas or other utility bills, which said market rate adjustments are specifically for the purpose of repaying said State of Kansas loan;

all for the purposes of paying Utility Debt Obligations of the City of Moundridge, Kansas.

2. Specifically, loan proceeds in the “Utility Assessment Fund” are to be used to help pay the cost of natural gas, which cost crises was caused by the February 2021 cold snap.

3. Specifically, deposits into said Utility Assessment Fund” that come from market rate adjustments to natural gas bills, shall be used to pay said State loan proceeds.

4. This Ordinance creating the “Utility Assessment Fund” may be amended from time to time for such lawful purposes for the use of said fund as permitted by law.

5. This ordinance shall take effect and be in full force from and after its publication in the Moundridge City website, www.moundridge.com, which website is designated the official newspaper of said City.

PASSED by the Governing Body of the City of Moundridge, Kansas, this 12th day of April, 2021.



KEVIN SCHMIDT, Mayor

ATTEST:



MURRAY MCGEE, City Clerk

(SEAL)



