

ORDINANCE 95-35

TO ESTABLISH A SPECIAL RESERVE FUND

WHEREAS, in 1994, the Indiana General Assembly passed legislation allowing local governments, like the City of Bloomington, that had adopted the County Option Income Tax (COIT), to elect to reduce the required special account balance from a six month balance to a three month balance and have the funds distributed in the following year; and

WHEREAS, the City of Bloomington through Resolution 95-01 and Ordinance 95-07 has elected to reduce special account balance and should receive an advance distribution of COIT of approximately \$1.25 million in 1996; and

WHEREAS, the advance distribution of COIT will result in \$375,000 of additional revenues that are not committed in the 1996 Budget; and

WHEREAS, threatened federal cut backs will result in a substantial loss of revenues to the City of Bloomington and severely hamper our ability to maintain much needed social services, housing and transportation programs; and

WHEREAS, in order to set aside funds for these eventualities, the Common Council deems it prudent to establish a Special Reserve Fund;

NOW THEREFORE, BE IT HEREBY ORDAINED BY THE COMMON COUNCIL OF THE CITY OF BLOOMINGTON, MONROE COUNTY, INDIANA, THAT:

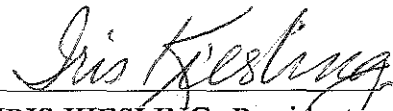
SECTION I. A Special Reserve Fund be established for the purpose of off-setting the expected financial burdens being passed along to the City of Bloomington by the federal budget cuts.

SECTION II. Revenues to be received in 1996 in an amount of \$375,000 shall be deposited into the Special Reserve Fund.

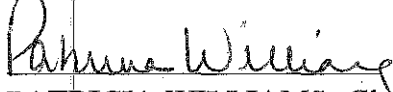
SECTION III. Expenditures from the Special Reserve Fund shall be approved by the Common Council by ordinance in accordance with applicable state law.

SECTION IV. This ordinance shall be in full force and effect from and after its passage by the Common Council of the City of Bloomington and approval of the Mayor.

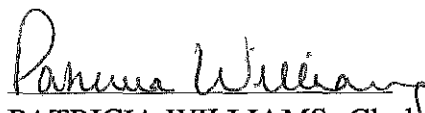
PASSED and ADOPTED by the Common Council of the City of Bloomington, Monroe County, Indiana, upon this 26 day of July, 1995.


IRIS KIESLING, President
Bloomington Common Council

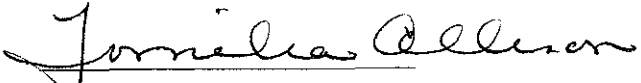
ATTEST:


PATRICIA WILLIAMS, Clerk
City of Bloomington

PRESENTED by me to the Mayor of the City of Bloomington, Monroe County, Indiana, upon this 27th day of July, 1995.


PATRICIA WILLIAMS, Clerk
City of Bloomington

SIGNED and APPROVED by me upon this 31 day of July, 1995.


TOMILEA ALLISON, Mayor
City of Bloomington

SYNOPSIS

This ordinance establishes a Special Reserve Fund for the purpose of off-setting the expected financial burdens being passed along to the City of Bloomington as a result of the federal budget cuts.

Signed copies to:
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