

**Town of Basalt, Colorado
Ordinance No. 22
Series of 2019**

**AN ORDINANCE OF THE TOWN COUNCIL OF THE TOWN OF BASALT,
COLORADO, CREATING A SPECIAL FUND ACCOUNT FOR
RESTRICTED REVENUE FUNDS.**

RECITALS

- A. The Town of Basalt ("Town") is a Colorado home-rule municipality, duly organized and existing under the Town's Charter adopted pursuant to Article XX of the Constitution of the State of Colorado.
- B. The Town Council is empowered to amend the Town Code by ordinance.
- C. The Town receives revenue from a variety of sources, including revenue that contains restrictions on how it may be later spent.
- D. The Town maintains a General Fund, which consists of "all cash balances and fixed assets of the Town not specifically belonging to any special fund of the Town or of an Enterprise fund of the Town," including all restricted funds that must be separately accounted for within the General Fund. See Municipal Code, § 4-21.
- E. The Town Council believes that including restricted revenue within the General Fund does not present an accurate picture of the Town's finances based on the restrictions on use of such restricted funds and, thus, wishes to create a special fund for holding and accounting for all restricted funds.
- F. The Town Council believes it is in the best interests of the Town to create such a fund, and that doing so will improve transparency and fiscal clarity.

**NOW, THEREFORE, BE IT ORDAINED BY THE TOWN COUNCIL OF THE
TOWN OF BASALT, COLORADO, THAT:**

- 1. Recitals. The foregoing recitals are incorporated herein as findings of Town Council.
- 2. Section 4-21. – General Fund Created. Section 4-21 of the Basalt Municipal Code is hereby amended to read as follows, with additions shown in **bold, underlined** text and ~~strike-through~~ language deleted:

Sec. 4-21. – General Fund created.

There is hereby created a fund, to be known as the General Fund, which shall consist of the following: All cash balances and fixed assets of the Town not

specifically belonging to any special fund of the Town or of an Enterprise fund of the Town. ~~The Finance Director shall separately account for restricted funds that are held in an account with the General Fund.~~

3. Section 4-41. – Special Funds Created. Section 4-41 of the Basalt Municipal Code is hereby amended to read as follows, with additions shown in **bold, underlined** text and ~~strike-through~~ language deleted:

Sec. 4-41. – Special Funds Created.

(a) Restricted Revenue Fund. There is hereby created a special fund, to be known as the **Restricted Revenue Fund** Such fund shall consist of **all cash balances which contain restrictions on expenditure, except for any cash balances belonging to: (1) any Enterprise Fund, (2) the Conservation Trust Fund; (3) any revenue to be used for repayment of any bonded indebtedness; and (4) any other revenue required to be held in a separate fund.**

(b) Conservation Trust Fund. There is hereby created a special fund, to be known as the Conservation Trust Fund.

4. Section 4-42. – Custody and Management of Funds. Section 4-42 of the Basalt Municipal Code is hereby amended to read as follows, with additions shown in **bold, underlined** text and ~~strike-through~~ language deleted:

Sec. 4-42. - Custody and management of funds.

Moneys in the funds herein created shall be in the custody of and managed by the Finance Director. The Finance Director shall maintain accounting records and account for all of said moneys as provided by law. **The Finance Director shall separately account for each source of restricted funds that are held in the Restricted Revenue Fund.** Moneys in the funds of the Town shall be invested or deposited by the Finance Director in accordance with the provisions of law. **Except as otherwise required by law, All interest and** income from the assets of any fund **may be transferred to the General Fund.** ~~shall become a part of the fund from which derived and shall be used for the purpose for which such fund was created; provided that, Except as otherwise provided in this Article or by other ordinances or laws or by this Code, the Town Council may transfer out of any fund any amount at any time to be used for such purpose as the Town Council may direct.~~

READ ON FIRST READING, ORDERED PUBLISHED AND SET FOR PUBLIC HEARING TO BE HELD ON September 24, 2019, by a vote of 6 to 0 this 10th day of September, 2019.

READ ON SECOND READING AND ADOPTED, by a vote of 6 to 0 this 24th day of September, 2019.

TOWN OF BASALT, COLORADO

By: _____

Jacque R. Whitsitt, Mayor

ATTEST:



Pamela K. Schilling, Town Clerk

Ord 22 2019 – Creating a Special Fund Account for Restricted Revenue Funds

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Date of second publication: Thursday, October 3, 2019
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