

THE CORPORATION OF THE VILLAGE OF MONTROSE

**BYLAW #695**

A BYLAW TO ESTABLISH MUNICIPAL RESERVES

WHEREAS Section 188 of the *Community Charter* authorizes Council to establish reserve funds for specified purposes, and

WHEREAS Council deems it to be in the best interest of the municipality's financial stability to establish multiple reserve funds,

BE IT THEREFORE RESOLVED that the Council of the Village of Montrose in open meeting assembled, enact as follows:

**SHORT TITLE**

1. (1) This Bylaw may be cited as the "CONSOLIDATED RESERVE FUNDS BYLAW AMENDMENT."

**AMENDMENT**

2. (1) Bylaw #662 is hereby amended by adding the following section:  
(1) A **Capital Vehicle Reserve Fund** is hereby established. The Terms of Reference governing the administration of this Reserve Fund are established in Schedule 'A' attached to and forming part of this Bylaw.

**ENACTMENT and REPEAL**

3. (1) If any section, subsection, sentence, clause or phrase of this bylaw is for any reason held to be invalid by the decision of any court of competent jurisdiction, the invalid portion shall be severed and the part that is invalid shall not affect the validity of the remainder.  
(2) This Bylaw shall come into full force and effect on final adoption.

READ A FIRST TIME  
READ A SECOND TIME  
READ A THIRD TIME  
RECONSIDERED AND FINALLY ADOPTED

this 5<sup>th</sup> day of March, 2012  
this 19<sup>th</sup> day of March, 2012  
this 19<sup>th</sup> day of March, 2012  
this 2<sup>nd</sup> day of April , 2012

\_\_\_\_\_  
Mayor

\_\_\_\_\_  
Corporate Officer

Certified a true copy of Bylaw #695, as adopted

\_\_\_\_\_  
Corporate Officer

# THE CORPORATION OF THE VILLAGE OF MONTROSE

## **BYLAW #695 - SCHEDULE "A"**

### **Capital Vehicle Reserve Fund**

#### **PURPOSE**

1. The purpose of this reserve is to hold funds designated by Council for:
  - a) The future replacement or upgrade to any vehicles owned by the Village of Montrose,
  - b) The redemption of any debentures issued in respect to any vehicles owned by the Village of Montrose.

#### **FUNDING**

1. The Capital Vehicle Reserve shall be a cash reserve established in the Vehicle Capital Funds balance sheet of the Village of Montrose.
2. Council may, by resolution, make contributions to the Capital Vehicle Reserve Fund through surplus monies of the annual general operating fund, at any time.
3. Council may, by resolution, make contributions to the Capital Vehicle Reserve Fund through the transfer of monies from another reserve fund that has been established for a capital purpose, at any time.
4. Council may, by resolution, make contributions to the Capital Vehicle Reserve Fund through the transfer of monies from other municipal bank accounts of the Village, at any time.
5. The cash balance of this fund shall be established as a separate, interest-earning account.
6. The interest earned by this reserve fund shall accrue to the reserve and be considered part of the reserve fund.

#### **DRAWS**

1. Funds drawn from the Capital Vehicle Reserve may be used to finance projects identified above in any given annual budget.
2. All draws from the Capital Vehicle Reserve shall be subject to approval by Council resolution.
3. Council may, by resolution, authorize a transfer from this reserve fund to another reserve fund that has been established for a capital purpose.