

RESOLUTION NO. 1699

A Resolution to Establish a Vehicle Replacement Reserve Fund

WHEREAS, there exists a need to ensure stable funding to implement the District's criteria for replacement of vehicles under the District's Fixed Asset Capitalization Policy; and

WHEREAS, it is the desire of the Commission of Public Utility District No. 1 of Okanogan County to create a fund know as "Vehicle Replacement Reserve" in the original amount of \$135,000.00, to add all proceeds from the sale of surplus vehicles to the Reserve, and to set aside additional funds on a monthly basis in order to levelize the funding of future vehicle purchases; and

NOW, THEREFORE, BE IT RESOLVED as follows:

1. The District Treasurer is authorized to transfer from the District's Rate Stabilization Reserve \$135,000.00 to establish the Vehicle Replacement Reserve.
2. All proceeds from the sale of surplus vehicles shall be deposited to the Vehicle Replacement Reserve.
3. In addition, the Vehicle Replacement Reserve shall be funded with monthly deposits of \$75,000.00 until such fund equals \$1,000,000.00.
4. Distict staff will develop a policy on withdrawals and deposits to the Vehicle Replacement Reserve.
5. Interest earned from the investment of such funds shall be credited to the District's revenue fund.

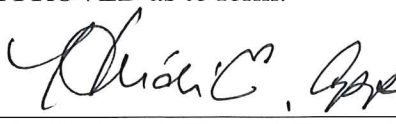
PASSED AND APPROVED this 2nd of December, 2019.


Jerry Asmussen, President


William C. Colyar, Vice President


Scott Vejraska, Secretary

APPROVED as to form:


Heidi E. Appel, General Counsel