

By: Representative Jennings

To: Municipalities

HOUSE BILL NO. 273

1 AN ACT TO AUTHORIZE A MUNICIPALITY TO ESTABLISH A RESERVE
2 FUND IN A SEPARATE ACCOUNT OF THE MUNICIPALITY; TO AUTHORIZE THE
3 FUND TO BE ADMINISTERED BY THE GOVERNING AUTHORITIES MUNICIPALITY;
4 AND FOR RELATED PURPOSES. BE IT ENACTED BY THE LEGISLATURE OF
5 THE STATE OF MISSISSIPPI:
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7 SECTION 1. Any municipality in the state may establish a
8 special fund to be known as a municipal reserve fund. Funds
9 specifically designated by the governing authorities of a
10 municipality for deposit in the municipality's reserve fund shall
11 be deposited in a separate municipal account established for this
12 purpose. The interest earned in a municipality's reserve fund
13 shall be credited to the municipality's reserve fund. Legal
14 expenditures shall be made from the fund upon requisition of the
15 governing authorities of a municipality, spread on the minutes and
16 signed by the mayor of the municipality, the secretary of the
17 mayor, or the president of the city council or board of aldermen.

18 A municipality may deposit funds as needed into its reserve fund.

19 SECTION 2. This act shall take effect and be in force from
20 and after July 1, 1999.