

CITY OF LEXINGTON

LEXINGTON, NEBRASKA

R E S O L U T I O N

A resolution prescribing the minimum and maximum limits of the depreciation fund which shall be held by the Electric Department of the City of Lexington for the emergency relief of the Electric Distribution system.

WHEREAS the depreciated value of the Electric plant, as of February 1, 1956 was approximately one half million dollars, and

WHEREAS the depreciation reserve, in cash and accessible investments, as of the same date, was \$161,483.50, or 33% of the book value of the plant, and

WHEREAS it is believed that any disaster which could be reasonably anticipated would not entail the loss of more than one-third of the total value of the system.

NOW THEREFORE BE IT RESOLVED by the City Council of the City of Lexington, that the City Manager of said City be and hereby is directed to maintain, in the name of the Electric Department, a depreciation reserve amounting to not less than thirty percent (30%) of the depreciated book value of the plant nor more than forty percent (40%) of the depreciated book value of the Electric plant, and that this directive shall continue in full force and effect until modified or revoked by the City Council.

PASSED, APPROVED, AND ADOPTED this _____ day of _____ 1956

President of the Council

Attest: _____
City Clerk