An Ordinance of the City of Chula, Missouri, establishing an Identity Theft Prevention Program (RED FLAG RULE)

BE IT ORDAINED BY THE MAYOR AND THE BOARD OF ALDERMEN OF THE CITY OF CHULA, MISSOURI, AS FOLLOWS:

That the City of Chula had established an identity theft prevention program for the City of Chula Missouri. This ordinance has been designed to assist water and wastewater utilities comply with the Federal Trade Commission's (FTC) Identity Theft Red Flag Rule. The rule requires utilities to develop an "Identity Theft Prevention Program." The program consists of selecting methods to detect red flags when accounts are fraudulent, procedures to prevent the establishment of false accounts, procedures to ensure existing accounts are not being manipulated, and procedures to respond to identity theft.

The primary purpose of the rule is to protect against the establishment of false accounts and ensure existing accounts are not being manipulated. This regulation does not address or require utilities to adopt measures that will protect consumer information and prevent unauthorized access. However, implementation of good management practices to protect personal consumer data can prevent identity theft. Appendix A is a list of other security procedures a utility should consider to protect consumer information and to prevent unauthorized access.

ALL ORDINANCES OR PARTS OF ORDINANCES INCONSISTENT HEREWITH ARE HEREBY REPEALED TO THE EXTENT OF SUCH INCONSTANCY.

THIS ORDINANCE WAS READ THREE TIMES AND PASSED BY THE BOARD OF ALDERMEN OF THE CITY OF CHULA, MISSOURI, THIS 13th DAY OF APRIL, 2009.

ON ROLL CALL VOTE ON THE SAID ORDINANCE WERE AS FOLLOWS:

FOR THE ORDINANCE: Kati Westcott, John Boyles, Bob Triska, Benny Simpson, and Jamie

Rhodes.

AGAINST THE ORDINANCE: None.

WHEREUPON SAID ORDINANCE WAS DECLARED DULY ADOPTED.

CITY OF CHUL

JOHN GRAVES

ATTEST

Umm Marie Bon-Hamilton

ANN MARIE BOON-HAMILTON

City Clerk

I, the undersigned, Ann Marie Boon-Hamilton, Clerk of the City of Chula, Missouri, hereby certify that the above and forgoing is a true and correct copy of Ordinance No.481 of said City of Chula, Missouri, as same appears of record in my office and as it was adopted and approved by the Board of Aldermen of the City of Chula, Missouri.

ANN MARIE BOON-HAMILTON

nn Marie Boon-Hamilton

City Clerk