



CITY COUNCIL AGENDA ITEM

June 15, 2011

TO: The Honorable Mayor and City Council Members

FROM: John Szerlag, City Manager
James A. Nash, Financial Services Director

SUBJECT: 2010/11 Budget Amendment No. 2

In June of every year, after May financials are complete, we review all budgetary centers in the General Fund and Special Revenue Funds to determine whether a budget amendment is necessary based on eleven months of actual expenditures and estimating June expenditures. This year only the General Fund requires amendment.

Investment income is lowered due to continued low rates and lower balances available for investment. A Federal FIRE ACT grant was awarded during the year and provided funding for replacement turnout gear. Tax Tribunal Refunds in excess of a half million dollars require a \$350,000 draw from the reserve for tax appeals. Schedule and service level modifications in the Police Department allow for a \$150,000 reduction in budgeted personal services. Contractual services increased in Planning due Consultant assistance with some larger projects, in addition to day to day activities. These projects included completion of the Zoning Ordinance, completion of the Big Beaver Design Guidelines, assistance with Transit Center design and EECBG assistance.

City Management recommends Council approval of the 2009/10 Budget Amendment No. 2.

2010-2011 BUDGET AMENDMENT NO. 2

	<u>CURRENT BUDGET</u>	<u>AMENDMENT</u>	<u>AMENDED BUDGET</u>
<u>GENERAL FUND</u>			
REVENUE			
INVESTMENT INCOME	\$ 300,000	\$ (50,000)	\$ 250,000
FEDERAL GRANTS	17,600	100,000	117,600
RESERVE TAX APPEALS	0	350,000	350,000
TOTAL AMENDMENT TO REVENUES		<u>\$ 400,000</u>	
EXPENDITURES			
TREASURER'S			
TAX REFUNDS	\$ 183,730	\$ 350,000	\$ 533,730
POLICE			
OPERATIONS	16,661,015	(150,000)	16,511,015
FIRE			
OPERATIONS	960,873	100,000	1,060,873
PLANNING			
CONTRACTUAL SERVICES	60,000	100,000	160,000
TOTAL AMENDMENT TO EXPENDITURES		<u>\$ 400,000</u>	