

February 16, 2006

TO: John Szerlag, City Manager
FROM: John M. Lamerato, Assistant City Manager/Finance & Administration
SUBJECT: 2005-06 Budget Amendment No. 2

The following budget amendment is a result of the court order in the matter of Troy v. Premium Construction, L.L.C.

The court order values the property at \$3,920,000 less payments to date of \$1,783,000 (not including other expert fees), leaving a balance of \$2,137,000 plus interest of \$510,998.19, totaling \$2,647,998.19. There will also be attorney fees added to this amount.

The \$2,647,998.19 is the amount of the budget amendment to be funded from the Capital Fund Unreserved/Undesignated Fund Balance leaving an Unreserved/Undesignated Fund Balance of \$216,504.81.