

May 9, 2006

TO: The Honorable Mayor and City Council Members
FROM: John M. Lamerato, Acting City Manager
SUBJECT: Adoption of 2006/07 City Budget

Attached please find a resolution to formally adopt the 2006/07 budget as per the April 24, 2006 and May 1, 2006 budget discussions.

The budget resolution reflects a total millage rate of 9.43, a reduction of .02 mills from the current year. The proposed budget includes adjustments made at the May 1, 2006 special meeting. At the direction of City Council \$102,000 of Capital projects will be funded by the Unreserved Fund Balance of the Capital Projects Fund to make up for the .02 mill reduction.

The final millage rate requirements can be summarized as follows:

General Operating	6.50
Refuse	.83
Capital	1.60
Debt	<u>.50</u>
Total Millage Rate	<u>9.43</u>

Please note that the final budget document will be prepared and submitted to City Council at the first meeting in July.