



CITY COUNCIL ACTION REPORT

February 23, 2010

TO: John Szerlag, City Manager
FROM: John M. Lamerato, Assistant City Manager-Finance & Admin.
SUBJECT: 2009-10 Budget Amendment No. 1

Background:

- Upon completion of the audit, we review all on going capital projects and outstanding purchase orders at year end, to determine if a budget amendment is necessary. Capital projects are individually reviewed and compared to the projected completed status contained in the 2009-10 Budget. Amendments are then made to reconcile any differences.

Financial Considerations:

- The amendments will provide the necessary funding in the 2009-10 Budget to complete various capital projects and open purchase orders.

Legal Considerations:

- The budget amendments will keep us in compliance with P.A. 621 of 1978 Uniform Budgeting Act, which calls for budgets to be amended when necessary.

Policy Considerations:

- The budget amendment conforms to Goal II, "Minimize the cost and increase the efficiency and effectiveness of City government", by upholding fiscal integrity.

Options:

- It is requested that City Council approve Budget Amendment No. 1 as recommended by City Management.

2009-10 BUDGET AMENDMENT NO. 1

	<u>CURRENT BUDGET</u>	<u>AMENDMENT</u>	<u>AMENDED BUDGET</u>
<u>CAPITAL PROJECTS FUND</u>			
REVENUE:			
FUND BALANCE			
UNRESERVED/UNDESIGNATED	\$ 8,021,146	<u>\$ 3,433,000</u>	\$ 4,588,146
TOTAL AMENDMENT TO REVENUES		<u><u>\$ 3,433,000</u></u>	
EXPENDITURES:			
ENGINEERING			
BUILDINGS & IMPROVEMENTS	\$ -	\$ 34,000	\$ 34,000
FIRE			
BUILDINGS & IMPROVEMENTS	\$ 36,000	\$ 85,000	\$ 121,000
APPARATUS REPLACEMENT	500,000	<u>700,000</u>	1,200,000
		<u>\$ 785,000</u>	
PUBLIC WORKS			
BUILDINGS & IMPROVEMENTS	\$ 295,000	\$ 200,000	\$ 495,000
MAJOR ROADS	13,275,200	1,766,000	15,041,200
LOCAL ROADS	3,000,000	436,000	3,436,000
DRAINS	1,090,000	<u>56,000</u>	1,146,000
		<u>\$ 2,458,000</u>	
PARKS AND RECREATION			
MUNICIPAL GROUNDS			
LAND IMPROVEMENTS	885,000	<u>156,000</u>	1,041,000
TOTAL AMENDMENT TO EXPENDITURES		<u><u>\$ 3,433,000</u></u>	

Amendment requested to provide funds to reconcile capital projects in various stages of completion at June 30, 2009.