Memo

To: Mayor and City Council

From: David Watson, City Manager

Date: September 15, 2010

Re: Budget Adjustment No. 3 (Final) for the Budget Year 2009-2010

Previously Council approved Budget adjustment 1 that eliminated the proposed Communications Director position and returned funds to the departments that were to share the cost. Adjustment No. 2 added:

Professional services – Network Upgrades:	$30,000
Cleaning and disposal of lagoon sludge (water plant):	$26,750
Professional Services HDR for I and I Abatement:	$10,508
Software services in the Police Dept.:	$11,000
Command Vehicles for Fire Dept.:	$11,000
Drainage pipe for 5th to 7th, Mead to Lathrop St. project	$13,750

Adjustment No. 2 also added revenues not considered in the budget such as the $18,000 coming from federal fuel tax refunds, cell phone tax settlements and forfeiture funds.

Since that time several changes have occurred that causes a third and final budget adjustment. These adjustments at the end of the year are not uncommon and usually relate to unforeseen costs, new opportunities and in this case capital projects and increased utility costs. Funds that are realizing expenses greater than revenue are: Water fund (realignment of bonds for water project), Sewer Fund (professional services and electricity cost increases) and General Fund (professional services, insurance and electricity costs).

These adjustment are needed to balance the budget and are still within the original management direction for the budget when you realized that we reduced non-employee expenses for Water and Sewer by 20% and the General fund non-employee expenses by 10%.

RECOMMENDATAION
Staff recommends that Council approve Budget Adjustment No.3.

Bill 2010-48

AN ORDINANCE FOR THE CITY OF CAMERON, CLINTON AND DeKALB COUNTIES, MISSOURI APPROVING BUDGET ADJUSTMENT NUMBER 3 FOR THE BUDGET YEAR OF OCTOBER 1, 2009 TO SEPTEMBER 30, 2010

WHEREAS, RSMo 67.030 authorizes the governing body to revise budget limits as the need arises.

NOW, THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF CAMERON, CLINTON AND DeKALB COUNTIES, MISSOURI, that the limits for revenues and expenses of various City funds will be adjusted as per the attached appropriation schedule.

These schedules are attached hereto and incorporated herein by this reference and are hereby approved and adopted.

Read two times, passed and approved this 20th day of September 2010.

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Mayor Dennis M. Clark

ATTEST:

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City Clerk