BILL 2011-41

****** First Reading ******

Memo

To: Mayor and City Council

From: David Watson, City Manager

Date: April 28, 2011

Re: Budget Adjustment No. 1 for the Budget Year 2010-2011

We have some good news as our revenue sources are trending well with sales tax ahead of budget projections and real and personal property taxes are collected in the 95% range or better. These positive numbers are more likely due to the conservative revenue projections we used in this year's budget. This amendment also shows the revenue from the Rural Fire Board of $127,442 as well as the expense of buying the used fire truck.

The expense adjustments are mostly divided among unforeseen expenses and items we could not define during the budget preparation process. Under professional services, we have incurred additional cost for legal services for the Sukup property environmental and additional audit work for arbitrage calculation and the electric fund review. Under capital, we had to acquire a new folder and inserter machine under a three year lease purchase at $12,500 per year spread across all funds including band and library. We are also making final payment on the Griffin and Grand Road project ($27,800) and McElwain Drive ($5,000 to MoKan and $3,000 settlement) that we thought would have been paid last year. Because many of our street maintenance invoices came in after the fiscal year started, we have already exceeded our budgeted $200,000 for street improvements by $33,000. This means we have no funds available for street maintenance and additional funds will need to be generated. After you wash out the fire truck we are looking at an additional budget expense adjustment of $45,192 and they are mostly represented by the following major projects. Obviously there are other revenues and expense adjustment that make the difference smaller.

On the expenditure side, we are asking Council to consider

Professional services:	$19,000
Capital Projects:	$12,500
Griffin and McElwain Projects: (Combined)	$35,800
Street Improvements:	$33,000

RECOMMENDATION

The Budget/Finance Committee and Staff recommend that Council approve Budget Adjustment No.1. Staff requests that Council read over two meetings so as to keep our budget in alignment.

Bill 2011-41

AN ORDINANCE FOR THE CITY OF CAMERON, CLINTON AND DeKALB COUNTIES, MISSOURI APPROVING BUDGET ADJUSTMENT ONE (1) FOR THE BUDGET YEAR OF OCTOBER 1, 2010 TO SEPTEMBER 30, 2011

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.

Passed and approved on first reading this 2nd day of May 2011.
Passed and approved on second reading this _____ day of _____ 2011.
Passed and approved on third and final reading this _____ day of _____ 2011.

_____
Mayor Dennis M. Clark

ATTEST:

_____
City Clerk

first reading