

BOARD OF ALDERMEN

ITEM NO. B(2)

AGENDA ITEM ABSTRACT

MEETING DATE: June 10, 2003

TITLE: Request to Approve a Budget Ordinance

DEPARTMENT: Management Services	PUBLIC HEARING: YES ___ NO <u>x</u>
ATTACHMENTS: Attachment A: Budget Ordinance	FOR INFORMATION CONTACT: L. Bingham Roenigk, 918-7300

PURPOSE

The purpose of this item is to increase the current year budget to acknowledge several expenditures that are needed to conduct day-to-day town services.

INFORMATION

The Town has numerous budget amendments that are needed to appropriate funds for conducting town business. The following list is a description of the activities funded :

1. **FEMA Grant Revenues (\$114,025)** – The Town, on December 4, 2002, weathered a severe ice storm that was declared a disaster with expenditures reimbursable by the Federal Emergency Management Act (FEMA). The Town expects to receive 75% of the \$163,000 expended toward disaster cleanup efforts. A budget amendment of \$114,025 is appropriated to recognize the federal share that subsidized the local costs expended in the effort. An additional \$30,000 has been requested from FEMA for landfill tipping fee costs but cannot be budgeted at this time due to uncertainty as to whether FEMA will fund these costs. The Town is also hoping to receive the remaining 25% toward the disaster recovery efforts from the State. However, because the receipt of these funds is not ensured, the Town is not budgeting for these revenues.
2. **Interim Town Manager Compensation (\$30,000)** - An additional appropriation is needed to compensate the Interim Town Manager through June 30, 2003. Sufficient state-shared revenues are available to appropriate funds.
3. **Revolving Loan Fund (\$166,459)** – Two loans, El Chilango and Uncommon Properties, have been completely paid and closed out. A budget amendment is needed to remove these loans from the Revolving Loan Fund and to amend budget to reflect actual loan receipts. At the end of April, the Fund had \$370,513 available for the revolving loan program.

ADMINISTRATION'S RECOMMENDATION

The Board is requested to approve the budget amendment.