

BOARD OF ALDERMEN

ITEM NO. C(4)

AGENDA ITEM ABSTRACT

MEETING DATE: June 6, 2006

TITLE: A Request to Adopt a Budget Ordinance

| | |
|--|---|
| DEPARTMENT: Management Services | PUBLIC HEARING: YES ____ NO <u>x</u> |
| ATTACHMENTS: A. Budget Ordinance | FOR INFORMATION CONTACT: L. Bingham Roenigk, 918-7439 |

PURPOSE

The Board is requested to approve a transfer the remaining \$77,466 in reserves from the Capital Reserve Fund to the General Fund to reimburse OWASA for providing public sewer to existing residences within the corporate limits of the Town.

INFORMATION

With the FY06-07 budget in July, the entire \$120,000 committed by the Town in 1997 for OWASA subsidies will have been honored. With this final allocation, approximately \$98,000 will have been unspent and thus available for subsidy requests. Town staff recommends moving the current amount in capital reserve to the General Fund to reduce the number of budget amendments and paperwork required to move cash between funds. Managing the entire amount in the General Fund will also enable staff to closely track the spending history and designate unspent funds for future use within the General Fund.

At this time, the Town has reimbursed OWASA \$3,706. Currently, four residences have been declared eligible for the subsidy. Unspent funds within the General Fund at year-end shall be designated and re-appropriated into the subsequent year budget in accordance with the Town's budget ordinance.

FISCAL IMPACT: The funds are budgeted on a first-come, first-served basis at which time the Town may decide to commit to future subsidies based on projected needs identified at that time.

STAFF RECOMMENDATION

Adopt the budget ordinance appropriating funds for the OWASA sewer connection fee reimbursements.