



REQUEST FOR LEGISLATION
June 6, 2006

FROM: Edward B. Koryzno Jr.

Subject: Proposed and Amended Budgets, Millage Rate

Summary & Background: Pursuant to the city charter, the proposed FY 2006-2007 budget was presented to city council on May 3, 2006. City council held four different budget work sessions to examine the budget in detail with department directors and staff.

After reviewing the proposed budget, City Council directed staff to modify the General Fund budget to: decrease the residential parking permits; increase the City Council salaries and wages; decrease the police field services equipment rental or lease; decrease the fire suppression equipment rental or lease; decrease the building ordinance and building inspection equipment rental or lease. These changes have been incorporated into the proposed budget.

Changes to other funds proposed budgets are: increase the Capital Improvement Fund's freighthouse restoration revenue FOYF match; increase the freighthouse restoration expense; increase the Community Development Block Grant Fund's Water St-CDBG Revenue and Water St-CDBG program expense; decrease the Motorpool Fund's equipment rental police; equipment rental fire; and equipment rental building.

During these meetings, Council also had the opportunity to review amendments to the FY 2005-2006 budget. The modifications are: increase the interest earning and vacation and sick cash out in the General Fund; increase the Community Development Block Grant Fund's Water St-CDBG Revenue and Water St-CDBG program expense. According to the City Charter, Council must adopt the general fund and special revenue funds operating budgets by resolution and ordinance. Hence, two ordinances and two resolutions are proposed for your approval. One set amends the FY 2005-2006 budget, and the other approves the proposed FY 2006-2007 budget. There is also a tax levy ordinance for your consideration, which sets and approves the millage rate for fiscal year 2006-2007 at 29.5299 mills.

Recommended Action: It is recommended that City Council consider approving the amended FY 2005-2006 budget, the proposed FY 2006-2007 budget and the proposed millage rate.

Attachments: FY 2005-2006 amended budget resolution and ordinance, FY 2006-2007 proposed budget resolution and ordinance, proposed tax levy ordinance, and a summary of general fund revenues and expenses.

CITY MANAGER APPROVAL: _____

COUNCIL AGENDA DATE: _____

CITY MANAGER COMMENTS:

FINANCE DIRECTOR APPROVAL: _____