

ADMINISTRATION

Russell B. Truell
Assistant City Administrator, CFO
Finance



Dr. Ken Moore
Mayor

Eric S. Stuckey
City Administrator

HISTORIC
FRANKLIN
TENNESSEE

February 10, 2012

TO: Board of Mayor and Aldermen

FROM: Eric Stuckey, City Administrator
Russ Truell, ACA/CFO

RE: Budget Amendment based on Fiscal Year 2012 First Quarter activity

Purpose

The purpose of this item is to amend the Fiscal Year 2011-2012 Budget to account for activities or conditions arising since passage of the original budget.

Background

Rather than bringing a myriad of budget amendments at numerous Board meetings, staff recommended that we bring budget amendments to the Budget & Finance Committee on a quarterly basis. Budget amendments for July through September were presented at the November 2011 meeting. The schedule continues with amendments for October through December in February 2012; January through March in May 2012; and April through June in September or October 2012.

The attached page contains the proposed amendment(s) arising from the October through December time frame.

The first amendment is the transfer of the cost of the down payment on the acquisition cost of a ladder truck in the Fire Department from the General Fund to the Facilities Tax Fund. When the 2012 budget was approved, there were not funds available in the Facilities Tax Fund for this acquisition. The remainder of the cost, when the vehicle is ready, will likely be budgeted in the Facilities Tax Fund in Fiscal Year 2013. The acquisition is eligible to be paid from Facilities Tax as the City's current Ladder 4 will stay in service as a backup.

Financial Impact

The amendments, as proposed, would result in:

- a. A net increase in the fund balance of the General Fund of \$70,000, and
- b. A net decrease in the fund balance of the Facilities Tax Fund of \$70,000.

Options

- 1) Approve amendment(s) as proposed and forward to BOMA.
- 2) Make changes to the amendment(s) where desired and forward to BOMA.

Recommendation

Staff recommends approval of the amendment(s).