



Legislation Text

File #: 09-0510, **Version:** 2

Resolution to Amend Ann Arbor City Budget for Fiscal Year 2009

(8 Votes Required)

Attached for your review and approval, please find a resolution to amend the Ann Arbor City Budget for Fiscal Year 2009.

The Michigan Public Act 621 of 1978, as amended, provides that the City shall not incur expenditures in excess of the amounts appropriated. In order to comply with PA 621, the City's auditors, Abraham & Gaffney, P.C., have suggested the City monitor expenditures against the adopted budget on a periodic basis and appropriate budget amendments be adopted by Council as needed.

Management of the City has monitored the revenue and expenditure activity against the adopted budget for the various funds throughout the year. In addition, management has attempted to periodically forecast the remainder of the fiscal year's revenue and expenditures as well as consider new items approved by Council that may require budget amendments.

In monitoring the various funds, management has forecasted certain variances versus budget that require budget amendments to remain in compliance with PA 621 as indicated above. These variances and the reasons for the variances are listed on the attachment.

The total budget amendment for all funds is \$7,429,244. A detail of the requested appropriations is attached.

Passage of this Resolution and approval of the fiscal year 2009 budget amendments as prepared is recommended.

Prepared by: Kenneth J. Bogan, Senior Finance Specialist, Mary Joan Fales, Senior Assistant City Attorney

Reviewed by: Tom Crawford, Chief Financial Officer

Whereas, On May 19, 2008, City Council adopted the annual operating budget for FY 2009 for the City of Ann Arbor;

Whereas, The Michigan Public Act 621 of 1978, as amended, provides that the City shall not incur expenditures in excess of the amounts appropriated;

Whereas, The City's auditors, Abraham & Gaffney, P.C., have suggested the City monitor expenditures against the adopted budget on a periodic basis and appropriate budget amendments be adopted by Council as needed;

Whereas, The City's management have monitored revenues and expenditures and have forecasted revenues and expenditures against the adopted budget;

Whereas, The forecasted expenditures are in excess of the City's adopted budget for certain funds in

total as listed below;

Whereas, The FY 2009 Budget Resolution authorized the City Administrator to transfer funds between service units within the designated service areas;

RESOLVED, That the following funds' FY 2009 budget appropriations be amended as follows, and that the source of funding for these expenditures be use of prior years fund balance:

EXPENDITURES

Fund	Fund Name	Amount
0021	MAJOR STREETS	\$100,000.00
00CP	GENERAL CAPITAL PROJ	\$502,244.00
0010	GENERAL (NON-DEPART	\$6,827,000.00