

ORDINANCE NO. 2010 - 01

WHEREAS, the City Charter, Article VIII, provides for adoption of an annual budget for departments of the City of Franklin, and

WHEREAS, an annual budget process appropriating funds to the various departments and divisions of the City government for the fiscal year beginning July 1, 2009 has been completed in accordance with state law and local ordinances,

NOW, THEREFORE BE IT ORDAINED, by the Board of Mayor and Aldermen of the City of Franklin, Tennessee:

SECTION I: That the annual budget for the City of Franklin for the Fiscal Year 2009-2010 shall be amended and does allocate and appropriate funding changes for audited beginning fund balances as follows:

BEGINNING FUND BALANCES

GENERAL	Increase by \$1,368,476
STREET AID & TRANSPORTATION	Decrease by \$207,058
ROAD IMPACT	Decrease by \$620,166
FACILITIES TAX	Decrease by \$5,089,000
STORM WATER	Decrease by \$129,413
DRUG	Decrease by \$111,497
HOTEL/MOTEL TAX	Increase by \$202,162
TRANSIT	Increase by \$294,807
CDBG	Decrease by \$19,131

SECTION II: That each department of the City shall limit its expenditures to the amount appropriated; that any changes or amendments to the appropriations set forth in the budget shall be made in accordance with the City Charter, Article VIII.

SECTION III: That this Ordinance shall take effect on July 1, 2009, from and after the passage on Third and Final Reading; the health, safety and welfare of the citizens of the City of Franklin requiring it.

ATTEST:

CITY OF FRANKLIN, TENNESSEE

By: _____
ERIC S. STUCKEY
City Administrator

By: _____
JOHN C. SCHROER
Mayor

PASSED FIRST READING:

February 9, 2010

PUBLIC HEARING:

PASSED SECOND READING:

PASSED THIRD READING:

Amend the Budget for Fiscal Year 2010 to Reflect 2009 Year End Audited Fund Balances			
Fund	Estimated Beginning Fund Balance in Approved Budget	Actual Beginning Fund Balance from 2009	Increase / (Decrease)
General	27,394,317	28,762,793	1,368,476
Street Aid & Transportation	238,875	31,817	(207,058)
Road Impact	1,902,120	1,281,954	(620,166)
Facilities Tax	1,330,562	(3,758,438)	(5,089,000)
Storm Water	4,884,164	4,754,751	(129,413)
Drug	446,840	335,343	(111,497)
Hotel/Motel Tax	1,910,266	2,112,428	202,162
Transit	(355,150)	(60,343)	294,807
CDBG	0	(19,131)	(19,131)

Amendments to 2010 Budget

General Fund

Increase Beginning Fund Balance and Total Unallocated Funds by \$1,368,476.

(City departments implemented measures to contain costs wherever possible without reducing services).

Street Aid & Transportation

Decrease Beginning Fund Balance and Total Unallocated Funds by \$207,058.

(Street maintenance costs were less than budgeted).

Road Impact

Decrease Beginning Fund Balance and Total Unallocated Funds by \$620,166.

(Due to the economy, Road Impact Fees received were less than budgeted).

Facilities Tax

Decrease Beginning Fund Balance and Total Unallocated Funds by \$5,089,000.

(Due to the economy, Facilities Taxes received were less than budgeted. Also, Facilities Tax's share of police headquarters costs was incurred).

Stormwater

Decrease Beginning Fund Balance and Total Unallocated Funds by \$129,413.

(2010's estimated actual did not include approved capital purchases made).

Drug

Decrease Beginning Fund Balance and Total Unallocated Funds by \$111,497.

(Drug fines received were less than expected).

Hotel/Motel

Increase Beginning Fund Balance and Total Unallocated Funds by \$202,162.

(Conference Center had a net profit. Also, debt service was less than expected).

Transit

Increase Beginning Fund Balance and Total Unallocated Funds by \$294,807.

(More grant revenues were received than expected).

CDBG

Decrease Beginning Fund Balance and Total Unallocated Funds by \$19,131.

(Outstanding grant receivable for administrative costs incurred by city).

January 14, 2010

TO: Board of Mayor and Aldermen
FROM: City Administrator Eric S. Stuckey *Eric*
Assistant City Administrator Russ Truell
SUBJECT: Audit Adjustments

Purpose

Consideration of a budget amendment to the FY2010 budget to reflect adjustments resulting from the FY2009 audit report.

Background

At the end of each audit period, there are adjusting journal entries that are required. Some result from errors caught by staff during the closing process and other result from our auditor's recommendations. There are always some adjustments to be made to reflect the actual ending balances that were not known with accuracy during the budget preparation process.

Financial Impact

There is no change to the budgeted expenditures, only to the starting balances.

Options

Adopt the budget amendment or inaccurately reflect starting fund balances.

Recommendation

Staff recommends approving the amendment.