



TO: John McDonough, City Manager

FROM: Amy Davis, Finance Director

DATE: October 12, 2010 for Submission on October 19, 2010 City Council Agenda

ITEM: Amendment of the 2010 Budget

Background:

During the course of our external audit, it was determined that certain audit entries needed to be made to conform to GAAP. The largest adjustment is in the EMA Department for transfers to ChattComm. Although the amount transferred was intended as a loan for the purchase of additional equipment, a payment schedule was not agreed upon and funding for repayment was not specified. Therefore, for GAAP reporting purposes, these amounts should be treated as an additional capital contribution to ChattComm. Upon repayment of these amounts in the future, repayment would be considered revenue to the City. Additional adjustments include a large Workers Comp claim amount. These unanticipated expenditures have caused budget overages in several departments. Since we have completed the audit in a timely manner this year and have time to adjust our budget, these items should be adjusted to reflect actual expenditure amounts.

Recommendation:

It is recommended that the 2010 budget be adjusted as detailed in the attached budget amendment to cover those departments that are over budget by using funds from the remaining contingency lines in the general fund and additional revenues in other special revenue funds.

Finance

Sandy Springs Finance Department
Batch Budget Amendment

NAVILINE Only

Purpose: 2010 Final Budget Amendment

Entered by: Amy Davis Date: October 12, 2010

Group # Assigned _____

BA Header Group Type: **BA** Document #: _____

Group Date: _____ Period: **14** Year: **2010**

Group Description: _____

BA Detail

| Department Definition | Account Number | Project # | Increase | Decrease | Description |
|-----------------------|----------------|-----------|--------------|---------------|-----------------------------------|
| 100-1310 | 512.26.00 | | 107.00 | | Unemployment Taxes |
| 100-1320 | 521.12.11 | | 4,000.00 | | Professional Services |
| 100-1511 | 521.12.18 | | 5,133.00 | | Contract Services |
| 100-3810 | 572.10.00 | | 2,057,849.00 | | Capital Contribution to ChattComm |
| 100-9000 | 579-09.00 | | | 2,067,089.00 | Contingency |
| 100-0000 | 389.05.00 | | | 14,400,000.00 | Fund Balance Reserve |
| 215-3810 | 572-10.00 | | 597,939.00 | | Transfer to ChattComm |
| 215-0000 | 342.50.52 | | 597,939.00 | | Wireless Fees |
| 240-3510 | 542-05.00 | | 230.00 | | Capital Equipment |
| 240-6110 | 541-20.00 | | 13,194.00 | | Capital Equipment |
| 240-0000 | 331.10.00 | | 13,424.00 | | |
| 250-6110 | 531.70.00 | | 595.00 | | Supplies |
| 250-6115 | 531-12.04 | | 544.00 | | Electricity |
| 250-9000 | 611.03.00 | | 395.00 | | Contingency |
| 250-0000 | 371.70.10 | | 1,534.00 | | Scholarships |
| 275-1511 | 611.03.00 | | 137,100.00 | | Hospitality |
| 275-0000 | 314.10.00 | | 137,100.00 | | Hotel/Motel Tax |
| | | | | | |
| | | | | | |

Approved By Amy J. Davis Date 10/12/10

STATE OF GEORGIA

COUNTY OF FULTON

A RESOLUTION TO AUTHORIZE AMENDING THE 2010 BUDGET

WHEREAS, Accounting interpretation for amounts transferred to the Chattahoochee River 911 Authority in the amount of \$2,057,849.00 differ from the external auditor's recommendations, which caused this line item to exceed the adopted budget.

WHEREAS, other entries made during the audit have caused other departments and funds to exceed the adopted budget.

WHEREAS, sufficient amounts remain intact in the contingency lines in the general fund to cover such amounts and additional revenues are available in other special revenue funds.

WHEREAS, the audit has been completed in a timely manner which allows us to reconcile these budget deficiencies.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND CITY COUNCIL OF THE CITY OF SANDY SPRINGS, GEORGIA

That they do hereby authorize the Finance Department to amend the 2010 budget as follows:

In the general fund: transfer budget amounts from the contingency line to departments in the amount of \$2,067,089.00 and reduce the fund balance reserve on the revenue side \$14,400,000.00

In the E911 fund: Increase the transfer to ChattComm \$597,939.00 using additional wireless revenues to offset.

In the Multiple Grants Fund: Increase capital equipment lines in the amount of \$13,424.00 using additional grant funding revenues to offset.

In the Contributions Fund: Increase expenditures \$1,534.00 using additional scholarship funds to offset.

In the Hotel/Motel Tax Fund: Increase the amount transferred to Hospitality \$137,100.00 using additional Hotel/Motel taxes to offset.

RESOLVED this 19th day of October, 2010.

Approved:

Eva Galambos, Mayor

Attest:

Michael Casey, City Clerk