



To: Honorable Mayor and City Council

Thru: Brad Corcoran, City Manager

From: Amy P. Winn, CPA
Accounting Coordinator

Date: June 16, 2015

Re: Budget Amendment # 22

The first portion of this budget amendment appropriates Water & Sewer fund balance to cover expenses incurred for the Matrimony Creek Project. This project is being funded by CWSRF loan and principal forgiveness funds; however, we are not allowed to request reimbursements until the construction on the project has begun. Construction has just begun on this project and we will most likely not receive any reimbursements until FY 15-16. This amendment appropriates fund balance to cover these expenses until reimbursements are received.

The second portion of this budget amendment allocates General Fund and Water & Sewer Fund contributions to the Self-Insurance fund. Our estimated expenditures (claims) for the Self-Insurance fund for the year-ending June 30, 2015, will possibly be over budget by \$550,000. The estimates for the remaining claims are based on the year-to-date average amount of claims. It is very hard to estimate claims because there is no way of knowing what will be incurred before year end.