

April 2, 2014

To: Mayor Semmerling and Common Council

From: Jim Trudgeon, Clerk/Treasurer

RE: 2013-14 Fiscal Year Budget Amendment

Following is a budget amendment for the current year budget. I put it in a little different format this time. This is the most unusual amendment I have put together in my 11 years here. I'll give a brief rundown of the amendments.

General Fund – The General Fund overall, is going as expected. The net increase revenues is basically the recording of the Mary Street Commons Project. The contract with Routsala totals \$330,207.22. We have paid them \$307,958.61 so far, leaving us with a balance of \$22,248.61. The budget figure I used contains the Routsala contract price and the City's share of the project. Fortunately the City's portion of the budget is mainly in-kind services which were provided to us with the GRWA project.

Major and Local Street Funds - This year the street funds were hit fairly hard due to the snow. Unfortunately the outside revenues for the street funds are static. It doesn't matter how much we need to expend on the roads, we only get so much. The only other revenue source is donations from the General Fund. The only variance in State funds is the amount of annual snow money we get. That figure is hard to calculate and we never know what it is until we get the checks in the mail, in early March.

Sewer Fund – The Sewer Fund isn't as volatile as the other funds. The only unexpected cost that wasn't in the original budget were engineering fees for the proposed Sewer Fund project.

Water Fund – The water fund took a double hit this year. The increase in revenues/expenses doesn't look too bad on the surface. However we are going from a \$26,000 expected surplus to an \$82,000 deficit. That is a change of nearly \$110,000. Two items caused this change. First we stopped selling water to the GRWA, about a \$50,000 reduction on the budget. Secondly we doubled the original budget in the distribution department. Water main line thawing and the amount of labor spent in the Water fund had us increase the distribution department budget by about \$73,000.

Attached is the Budget Resolution and I provide you with a list of the City's funds and departments as they appear on the general ledger. The detail I have provided for the amendments is in journal entry form.

If you have any questions please call me or come and see me before the meeting. I will be happy to answer any questions.

CITY OF BESSEMER

Budget Amendment #1

2013-2014 Fiscal Year

The following Amendments in summation form are offered for Council's approval. Detail line items are attached.

General Fund: Increase in Revenues and Expenses by \$351,681.

The amount reflects the recording of the Mary Street Commons Project, which was not included in the original budget. Other adjustments are reallocations of funds between departments.

Major Street Fund: Increase in Revenues and Expenses by \$38,370.

The amount of increase is due to increase in snow plowing needed for this winter

Local Street Fund: Increase in Revenues and Expenses by \$13,615.

Same as Major Street Fund. Higher than expected snow plowing activity.

Sewer Fund: Increase in Revenues and Expenses by \$9,010.

Most of increase is due to amount committed for engineering reports/studies for proposed upcoming Sewer project

Water Fund: Increase in Revenues and Expenses by \$41,851.

The harsh winter has hit our Water Fund very hard. The original budget projected a \$26,960 surplus.

FUND	DESCRIPTION	CATEGORY	TYPE
101	General Fund	Governmental Fund	General Fund
202	Major Street Fund	Governmental Fund	Special Revenue Fund
203	Local Street Fund	Governmental Fund	Special Revenue Fund
248	Downtown Development Authority	Governmental Fund	Special Revenue Fund
569	Building Authority	Proprietary Fund	Enterprise Fund
598	Sewer Fund	Proprietary Fund	Enterprise Fund
591	Water Fund	Proprietary Fund	Enterprise Fund
732	POLICEMEN AND FIREMEN RETIREMENT FUND	Fiduciary Fund	Pension Fund
858	BESSEMER BUILDING AUTHORITY	Governmental Fund	Special Revenue Fund

City of Bessemer
BUDGET AMENDMENT

JOURNAL ENTRY 00001625 PAGE 2

GL #	DESCRIPTION	DR	CR
101-448-715.00	Social Security	30.00	
101-448-927.00	Street Lights	1,000.00	
101-448-963.00	Miscellaneous	100.00	
101-452-882.00	Building/Site Project	373,000.00	
101-528-750.00	Garbage Bags		2,700.00
101-528-965.02	General Liability Insurance	30.00	
101-528-965.03	Fleet Insurance	45.00	
101-751-801.00	Professional Service	1,500.00	
101-790-726.00	Supplies	2,000.00	
101-790-740.00	Magazines & Periodicals	100.00	
101-790-741.00	Books		2,000.00
101-790-815.00	Charter On-Line Services	560.00	
101-790-931.00	Service Contracts	60.00	
101-790-963.00	Miscellaneous	50.00	
101-000-699.01	Use of existing Fund Balance		76,401.00
JOURNAL TOTAL:		422,226.00	422,226.00

APPROVED BY: _____

City of Bessemer
BUDGET AMENDMENT

JE: 00001627

POST DATE: 03/31/2014
ENTRY DATE: 03/26/2014

ENTERED BY: JIM
JOURNAL: BA

DESCRIPTION: RECORD LOCAL ST AMENDMENTS

GL #	DESCRIPTION	DR	CR
203-000-689.00	Act 51 Receipts - Snow		7,250.00
203-173-705.00	Sick Leave	200.00	
203-173-706.00	Vacation Pay		200.00
203-173-707.00	Holiday Pay		300.00
203-173-708.00	Personal Leave	200.00	
203-173-710.00	Longevity Pay	115.00	
203-173-801.01	Audit		100.00
203-173-963.00	Miscellaneous	250.00	
203-441-935.01	Blacktop	5,000.00	
203-442-702.00	Salaries	5,000.00	
203-442-715.00	Social Security	390.00	
203-442-716.00	Workers Comp	50.00	
203-442-727.03	Cutting Edges	10.00	
203-442-727.04	Chains	2,950.00	
203-442-963.00	Miscellaneous	50.00	
203-000-699.00	Transfers From Other.Funds		6,365.00
	JOURNAL TOTAL:	14,215.00	14,215.00

APPROVED BY: _____

City of Bessemer
BUDGET AMENDMENT

JE: 00001630

POST DATE: 03/31/2014
ENTRY DATE: 03/31/2014

ENTERED BY: JIM
JOURNAL: BA

DESCRIPTION: TO CORRECT MISPOSTING

GL #	DESCRIPTION	DR	CR
101-223-801.00	Professional Service	2,300.00	
101-215-702.00	Salaries		2,300.00
JOURNAL TOTAL:		2,300.00	2,300.00

APPROVED BY: _____

City of Bessemer
BUDGET AMENDMENT

JE: 00001634

POST DATE: 03/31/2014
ENTRY DATE: 04/02/2014

ENTERED BY: JIM
JOURNAL: BA

DESCRIPTION: RECORD WATER FUND BUDGET AMENDMENTS

GL #	DESCRIPTION	DR	CR
591-000-642.00	Residential Water Sales		4,000.00
591-000-643.00	Commercial Water Sales	50,000.00	
591-000-655.00	Penalties		1,000.00
591-000-664.00	Interest Income		4,300.00
591-000-671.00	Miscellaneous		150.00
591-173-702.00	Salaries	6,000.00	
591-173-706.00	Vacation Pay	250.00	
591-173-708.00	Personal Leave	50.00	
591-173-710.00	Longevity Pay		99.00
591-173-715.00	Social Security	475.00	
591-173-726.00	Office Supplies	50.00	
591-173-727.00	Parts & Accessories	100.00	
591-173-728.00	Supplies	750.00	
591-173-803.00	Annual Fee Public Health	225.00	
591-173-804.00	Admin Fee Grwa	520.00	
591-173-850.00	Telephone		1,000.00
591-173-900.00	Printing & Publishing	575.00	
591-173-956.00	Dues & Subscriptions		250.00
591-173-963.00	Miscellaneous	250.00	
591-570-727.00	Parts & Accessories	750.00	
591-570-728.00	Other Supplies		750.00
591-570-731.00	Chemicals		6,000.00
591-570-850.00	Telephone		6,500.00
591-573-702.00	Salaries	25,000.00	
591-573-715.00	Social Security	1,915.00	
591-573-935.00	Repairs - Service Lines	10,000.00	
591-573-936.00	Thawing Water Lines/Mains	50,000.00	
591-573-941.00	Equipment Rental		10,000.00
591-573-727.00	Parts & Accessories		1,500.00
591-573-932.00	Repair - Hydrants		1,000.00
591-573-935.01	Blacktop		1,000.00
591-999-999.00	Excess revenues Unappropriated funds		26,960.00
591-000-699.01	Use of existing Fund Balance		82,401.00
JOURNAL TOTAL:		146,910.00	146,910.00

APPROVED BY: _____