

**CITY OF SAN ANTONIO
OFFICE OF MANAGEMENT & BUDGET
CITY COUNCIL AGENDA MEMORANDUM**

TO: Mayor and City Council

FROM: Peter Zanoni, Management & Budget Director

SUBJECT: BUDGET ADJUSTMENT FOR FY 2005 STREET MAINTENANCE PROGRAM

DATE: April 21, 2005

SUMMARY AND RECOMMENDATION

This ordinance authorizes the transfer of funds within the FY 2005 Budget in order to offset higher than projected street maintenance costs originally estimated and provided for within the annual contractual street maintenance program initially budgeted at \$7,734,319 and to provide more funds for additional street maintenance services in a manner to be determined by City Council. The ordinance authorizes the transfer of funds from the Economic Development Incentive Fund to the Street Maintenance & Improvement Fund in the total amount of \$4,000,000. The FY 2005 Budget, adopted through Ordinance 99725 on September 16, 2004, is authorized to be revised to reflect this transfer of funds.

Staff recommends approval of this ordinance.

BACKGROUND INFORMATION

During the deliberation on the FY 2005 Adopted Budget, City Council recommended for further discussion the allocation of certain dollars within the City's Economic Development Incentive Fund for street maintenance. During the April 14, 2005 City Council "B" Session, a recommendation was made to transfer a total of \$4,000,000 from the Economic Development Incentive Fund in order for the City to provide additional street maintenance in FY 2005. Of the \$4,000,000, a portion of the funds—\$1,200,000—will be used to cover higher than projected street maintenance costs within the annual contractual street maintenance program. The remaining \$2,800,000 will be used for additional street maintenance in a manner to be determined by City Council.

BUDGET ADJUSTMENT FOR FY 2005 STREET MAINTENANCE PROGRAM

Page 2 of 2

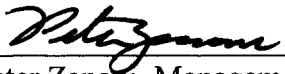
FISCAL IMPACT

This ordinance authorizes an appropriation of \$4,000,000 within the City's Economic Development Incentive Fund as a transfer to the Street Maintenance & Improvement Fund. Within the Street Maintenance & Improvement Fund, \$1,200,000 would be received from the Economic Development Incentive Fund and appropriated within the Transfer to Contractual Street Repair account to offset higher than projected street maintenance costs within the annual contractual street maintenance program. Also within the Street Maintenance & Improvement Fund, \$2,800,000 would be received from the Economic Development Incentive Fund and appropriated within the Capital Projects account to be used by City Council at a later date for additional street maintenance. The FY 2005 Revised Adopted Transfer Budget within Economic Development Incentive Fund would increase by \$4,000,000. The FY 2005 Revised Adopted Budget within the Street Maintenance & Improvement Fund would increase in total by \$4,000,000.

After this action, the Economic Development Incentive Fund would have a remaining balance of \$5,000,000 excluding interest earnings received since October 1, 2004.

COORDINATION

This item has been coordinated with the City Attorney's Office, the Public Works Department, and the Finance Department.



Peter Zanoni, Management & Budget Director
Office of Management & Budget



Erik Walsh, Assistant to the City Manager



J. Rolando Bono
Interim City Manager