

# REQUEST FOR CITY COUNCIL CONSIDERATION

Meeting Date: June 4, 2007

Agenda Item: 5 (G)	Prepared By: William P. Harrison, Finance Director Date: May 29, 2007
Agenda Section: Business: Discussion	
Subject: Budget Amendment	Department: Finance

## **BACKGROUND:**

City Council is requested to consider a budget amendment, moving \$100,000 from CIP Fund Contingency to Fire Department – Professional Services.

At the May 21<sup>st</sup> Budget Workshop, City Council discussed the issue of a Fire-Rescue Service Assessment Program as an alternative revenue source to assist in funding Fire-Rescue Service and to reduce reliance upon property tax revenue. Property tax revenue represents about 75% of General Fund Revenue. Anticipated is a reduction in the property tax.


Government Services Group, Inc. is a recognized leader in establishing these assessment programs and has provided a proposal to the City. Total costs of implementation of the program, including required legal services, will be in the range of \$100,000, including legal fees as may be required. A copy of the proposal is attached for review. Costs of the study are eligible to be recovered through fire assessments.

## **FUNDING:**

The current balance in CIP Contingency is \$1,016,774.

## **RECOMMENDED ACTION:**

Discuss budget amendment to provide funding to establish a Fire-Rescue Service Assessment Program.

Reviewed by Department Director	Reviewed by City Manager 
Council Action: Motion by:	Second by: