

ORDINANCE NO. 2430

AN ORDINANCE OF THE CITY OF SALISBURY APPROVING AN AMENDMENT OF THE CITY'S WATER SEWER CAPITAL PROJECT FUND BUDGET TO REALLOCATE FUNDING FOR PROJECTS IN THE LAWSUIT PROCEEDS POOL BY USING IMPACT FEES AND TRANSFERRING UNALLOCATED CAPITAL PROJECT FUNDS INTO THE WATER SEWER OPERATING ACCOUNT.

WHEREAS, Ordinance No. 2248 established rates for water and sewer capacity fees to, in part, fund the Hampshire Rd Lift Station and Fitzwater Street Lift Station projects; and

WHEREAS, funds are available in the Sewer Impact Fund account to fund the capacity related portions of the above referenced projects; and

WHEREAS, Ordinance No. 2287 provided funding for the FY15 Budget and included allocating lawsuit proceeds funds to fund each of the above referenced projects; and

WHEREAS, during the preparation of the FY18 Budget, the City identified the need for additional operations funding in the amount of \$1,600,000 in the Water Sewer Operating account; and

WHEREAS, the capacity related portion of \$700,000 of the Hampshire Road Lift Station project will be funded with Sewer Impact Fees instead of lawsuit proceeds funds; and

WHEREAS, the capacity related portion of \$500,000 of the Fitzwater Street Lift Station project will be funded with Sewer Impact Fees instead of the lawsuit proceeds funds; and

WHEREAS, a transfer of \$1,600,000 will be made into the water sewer operating account from the water sewer capital project fund (Lawsuit Proceeds Pool) using the \$1,200,000 made available by the transfer of the above sewer impact fees and \$400,000 of existing unallocated lawsuit proceeds.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SALISBURY, MARYLAND THAT THE City's Capital Projects Fund Budget be and hereby is amended as follows:

To undo the budget of Lawsuit Proceeds for the above two projects and transfer the corresponding proceeds and appropriation to unallocated:

Project Description	Account Description	Account	Amount
Revenues:			
Hampshire Rd Lift Station	Lawsuit Proceeds	97010-456939-55013	-700,000
Fitzwater Street Lift Station	Lawsuit Proceeds	97010-456939-55011	-500,000
Unallocated	Lawsuit Proceeds	97010-456939-99999	1,200,000
Expenditures:			
Hampshire Rd Lift Station	Construction	97010-513026-55013	-700,000
Fitzwater Street Lift Station	Construction	97010-513026-55011	-500,000
Unallocated	Construction	97010-513026-99999	1,200,000

To record budget for transfer of sewer impact funds and the corresponding appropriation:


Revenues:			
Hampshire Rd Lift Station	Transfer Sewer Impact	97010-469129-55013	700,000
Fitzwater Street Lift Station	Transfer Sewer Impact	97010-469129-55011	500,000
Expenditures:			
Hampshire Rd Lift Station	Construction	97010-513026-55013	700,000
Fitzwater Street Lift Station	Construction	97010-513026-55011	500,000

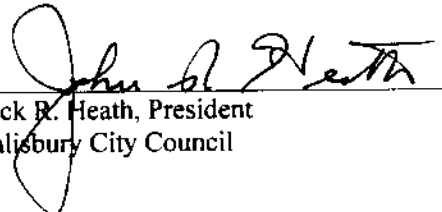
To move \$1.6M of the unallocated appropriation from Construction to the Transfer to Water and Sewer Fund account:

Expenditures:			
Unallocated	Construction	97010-513026-99999	-1,600,000
Unallocated	Transfer to Water Sewer Fund	97010-599102-99999	1,600,000


THIS ORDINANCE was introduced and read at a meeting of the Council of the City of Salisbury held on this 10th day of July, 2017, and thereafter, a statement of the substance of the Ordinance having been published as required by law, was finally passed by the Council on the 24th day of July, 2017.

ATTEST:


 Kimberly R. Nichols, City Clerk


 Jack R. Heath, President
 Salisbury City Council

APPROVED BY ME THIS 25 day of July, 2017.


 for Jacob R. Day
 Jacob R. Day, Mayor

INTER

OFFICE

MEMO

Internal Services

To: Julia Glanz, City Administrator
From: Keith Cordrey, Director of Internal Services 
Subject: Impact Fees
Date: June 21, 2017

Please find attached a Budget Ordinance which replaces \$1.2M of funding from law suit proceeds for two projects (Hampshire Rd Lift Station and Fitzwater Street Lift Station) with Impact Fees.

An appropriation of \$1.6M for a transfer to the WS Operating account is also included. This transfer was funded by lawsuit proceeds which were previously being held for capital projects but have not been allocated to any projects.

After your review, if you do not have questions or concerns, please forward this ordinance to council for their consideration.