

RESOLUTION

WHEREAS, the Council of the City of Memphis approved the FY 2008 Operating Budget (Appropriation Ordinance #5208) on June 22, 2007; and

WHEREAS, during the fiscal year expenditure shifts occurred due to cost increases and reprioritization of spending which resulted in the need to realign expenditure budgets accordingly; and

WHEREAS, legal level transfers are needed within the divisions of Public Services, City Judges, General Services, Finance, City Attorney, Executive, Park Services, Grants & Subsidies (LeMoyne Owen College); and

WHEREAS, it is necessary to revise the FY 2008 Operating Budget to reflect these expenditure shifts by transferring funds between legal levels; and

WHEREAS, due to a significant decline in local retail activity, a continuing housing slump, and a persistent weak economy, the City is experiencing a decline in local sales tax revenue collections; and

WHEREAS, based on this negative trend, the City is forecasting a shortfall of approximately \$7.0 million in local option sales tax revenues; and

WHEREAS, the Debt Service Fund has sufficient funds available to increase its transfer to the General Fund and still maintain its required fund balance target of 8% of total expenditures in accordance with the City's Debt Management Policy.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Memphis that the FY 2008 Operating Budget be and is hereby amended by the following:

General Fund

Revenues:

Transfers – In Debt Service Fund	(111-000000)	\$3,000,000
Use of Money	(111-000000)	\$4,000,000
Local Sales Taxes	(111-000000)	<\$7,000,000>
Total Revenues:		\$ 0

Expenditures Transfer From:

Grants & Subsidies	(111-230101)	\$ 3,785,386
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Total Expenditures Transfer From:

\$ 3,785,386

Expenditures Transfer To:

Public Services	(111-192001)	\$ 340,000
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City Judges	(111-840101)	\$ 15,000
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General Services	(111-200200)	\$ 585,000
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General Services	(111-200400)	\$ 800,534
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General Services	(111-200500)	\$ 34,852
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Finance (Treasury)	(111-110601)	\$ 165,000
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City Attorney	(111-240101)	\$ 425,000
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Executive (City Auditor)	(111-100401)	\$ 120,000
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Parks Services	(111-150901)	\$ 300,000
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Grants & Subsidies (LeMoyne Owen College)	(111-230101)	\$ 1,000,000
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Total Expenditures Transfer To:

\$ 3,785,386

Debt Service Fund

Use of Fund Balance	(111-000000)	\$ 3,000,000
Transfer -Out General Fund	(111-000000)	\$ 3,000,000

Special Revenue Fund

Revenues

Tourism Development Zone State	(225-230302)	\$ 783,356
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Expenditures

Shelby County	(225-230302)	\$ 783,356
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BE IT FURTHER RESOLVED, that the Comptroller is authorized to amend the FY2008 Operating Budget as needed to effectuate these adjustments.