

TO: Mayor Thacker; Town Council
FR: Alex Sewell, Town Manager
DATE: 6/21/13
RE: Amended Budget

Per Town Council's direction, I have revised the budget proposal by:

- Removing the 4.7 cent Ad Valorem tax increase (\$127,000)
- Adding two positions:
 - 1 Accounting Clerk (\$36,000)
 - 1 Police Officer (\$47,500)
- Delaying E. Wade Bridge repair (\$90,000)
- Adding computer/software for the shop (\$2,200 per year)

Ultimately, the Town Council's revision to my budget proposal will likely increase the necessary fund balance appropriation by approximately \$421,000 over the next two fiscal years. For FY 2013-14, the necessary fund balance appropriation is increased by approximately \$120,000 to a total of about \$500,000. Also, the Council revises my budget recommendation to delay the E. Wade Bridge repair until FY 2014-15. However, funds are included for preliminary work such as engineering. As the Council was informed, this bridge is labeled "structurally deficient" because it has below a 50% capacity rating.