

COUNCIL COMMUNICATION

From: The City Manager

Subject: Demolition Grant – Budget Adjustment

Manager’s Recommendation:

It is recommended that a budget adjustment be completed to decrease the General Fund’s State Shared Revenue/State Grant Account, No. 101-0000-511.51-09 from \$609,497 to \$109,497. Likewise, the Department of Development - Inspection Division’s Demolition Account, No. 101-3865-761.80-25 should be decreased by the same amount, from \$1,126,000 to \$626,000.

In addition, the Neighborhood Stabilization Program (NSP) Fund – MSHDA Revenue Account, No. 279-0000-511.60-01 should be increased from \$0 to \$500,000. Likewise, the NSP Fund – Demolition Account, No. 279-6550-761.80-25 should be increased by the same amount.

Justification:

Currently the fiscal year 2010 General Fund’s Budget recognizes \$500,000 in MSHDA monies for demolition. These monies should be allocated to a separate fund for auditing purposes. This budget adjustment decreases the General Fund by these monies and increases the newly created Neighborhood Stabilization Program Fund.

Council Action:

Council _____ moved that the recommendation from the City Manager be approved.