City of Benson
City Council Communication

Regular Meeting **September 9, 2013**

To: Mayor and Council Agenda Item # 2

From: Megan Moreno, Finance Director

Subject:

Discussion and possible direction to Staff regarding where to make the budget reductions in the amount of $21,000 and to prepare a resolution to amend the FY2013-2014 budget, due to the Tax Levy

Discussion:

The Fiscal Year 2013-2014 budget was adopted on June 20, 2013. Included in the adopted budget was property tax revenue for $230,000 based on an increase in the City's primary tax levy rate. On August 12, 2013, Council voted to keep the same tax levy rate of .4609 and decrease our expected property tax revenue collections to $209,000.

The adopted budget will need to be amended to show this decrease of $21,000. This means that we must cut $21,000 in expenditures in the General Fund or take this amount out of our contingency fund. Staff would like direction from Council on where these cuts should be made. A resolution will be prepared for Council's approval based on this discussion.

Staff Recommendation:

Council pleasure