

AS AMENDED ON SECOND READING - AUGUST 13, 2007

ORDINANCE NO. 2035

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF SALISBURY APPROVING AN AMENDMENT OF THE FY 08 WATER AND SEWER FUND REVENUE BUDGET.

WHEREAS, the original FY 08 Water and Sewer Fund Revenue Budget was created with the assumption that new rates would become effective for all bills dated after July 15, 2007; and

~~WHEREAS, this would apply the new rate to retroactive consumption; and~~

~~WHEREAS, the City Council desires that the new rates apply to new consumption; and~~

~~WHEREAS, this change would only allow 9 months to be billed at the new rate; and~~

~~WHEREAS, the revenue currently budgeted would not be attained if the rate increase only applies to 9 months of bills; and~~

WHEREAS, the City Council has determined that there is sufficient surplus in the Water and Sewer Fund at this time so that an increase in rates is not necessary; and

WHEREAS, if a rate increase is not adopted by the City Council, there will be a revenue shortfall in the FY 08 budget; and

WHEREAS, the City Council wants to eliminate this revenue shortfall through increased use of surplus;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY OF COUNCIL OF THE CITY OF SALISBURY, MARYLAND that the City's Fiscal Year 2008 Water and Sewer budget be, and is hereby, amended as follows:

- 1) Increase the current surplus account (60100-469810) by ~~\$250,000~~ **\$1,000,000**
- 2) Decrease the water sale account (60100-434310) by ~~\$92,500~~ **\$370,000**
- 3) Decrease the sewer sale account (60100-434410) by ~~\$157,500~~ **\$630,000**

BE IT FURTHER ORDAINED that this Ordinance shall take effect from and after the date of its final passage.

THIS ORDINANCE was introduced and read at a meeting of the Council of the City of Salisbury held on the 23rd day of July, 2007, and thereafter, a statement of the substance of the Ordinance having been published as required by law, was finally passed, **as amended**, by the Council on the 13th day of August, 2007.

ATTEST:

Brenda J. Colegrove, City Clerk

Louise Smith, President
Salisbury City Council

Approved by me this _____ day of _____,
2007.

Barrie P. Tilghman, Mayor