

TAB 13

POINT PAPER

RESOLUTION 09-41 SALE OF PROPERTY

Problem: Recently, the City and CRA completed the sale of property to the Manatee County School Board, Boys and Girls Club and Just for Girls. The FY09 Budget does not reflect the revenue and expense of that sale.

Background:

The sale of City and CRA properties has been completed and has provided the City with net proceeds of \$1,025,498.22 and the CRA \$1,256,534.05. All transactions have been recorded in their respective funds and the associated budgets must be adjusted.

The sale of CRA property has resulted in a total \$1,257,547.30 in FY09 revenue with an associated expense of \$1,013.25 for net proceeds of \$1,256,534.05. The proceeds from these sales are being used to fund projects in the FY2010 budget.

The sale of City properties has resulted in \$1,101,629 in FY09 revenue with an associated expense of \$76,130.38. These expenses include the purchase of the Wallace property while the revenues include the sale at the purchase price. On September 14th, the Commission earmarked \$700,000 of the net proceeds for the 23rd St Realignment, with the remaining \$325,498 projected to go toward the Ballfield project. The entire net proceeds will be transferred to the Capital Projects fund for these projects.

Alternatives:

1. Do nothing.
2. Approve Resolution #09-41 approving the budget amendment for the sale of properties and transfer of proceeds to the Capital Projects fund.

Recommendation: Staff recommends alternative #2, Approve Resolution #09-41

Budget Impact: CRA revenue will be increased by the amount of the net proceeds, \$1,256,534.05. General Fund will have no impact since the transfer of the net proceeds will balance the net revenue. The Capital Projects fund will increase \$1,025,498.22 from the transfer of the General Fund net proceeds.

RESOLUTION NO. 09-41

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF PALMETTO, FLORIDA, AMENDING RESOLUTION NO. 08-32, WHICH RESOLUTION ADOPTED THE BUDGET FOR FISCAL YEAR 2008-2009, AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, from time to time it is necessary to increase or decrease revenues and expenditures in certain accounts, and;

WHEREAS, it is necessary to provide budgetary authorization for the expenditure of these funds;

NOW, THEREFORE, BE IT RESOLVED, BY THE CITY COMMISSION OF THE CITY OF PALMETTO, FLORIDA:

Section 1: That appropriate line items of the fiscal year ending September 30, 2009 be increased, as evidenced in the listing below for the purpose recording the sale of City and CRA property.

<u>Account Number</u>	<u>Account Description</u>	<u>Increase</u>	<u>Decrease</u>	<u>Account Type</u>
Sale of CRA Property				
690 364 4100	CRA - Disposal of Assets	1,239,547		Revenue
690 389 90000	CRA - Refund of Prior Expense	18,000		Revenue
690 559 5999	CRA - Miscellaneous Adjustments	1,013		Expense
Sale of City Property				
001 364 4100	General Fund - Disposition of Assets	1,101,629		Revenue
001 512 5999	General Fund - Sale of Property Expense	20,545		Expense
001 512 6100	General Fund - Land for City	55,000		Expense
Transfer to Capital Projects Fund				
001 512 9101	General Fund - Transfer to Capital Projects	1,025,498		Expense
301 382 9601	Capital Projects - Transfer from General Fund	1,025,498		Revenue

Section 2: That this increase to the budget be funded from the fund balance account of the General Fund, CRA Funds, and the Capital Project Fund.

Section 3: This Resolution shall become effective immediately upon its passage.

Section 4: All Resolutions and parts of Resolutions in conflict herewith are repealed.

PASSED AND DULY ADOPTED, in regular session, by the City Commission of the City of Palmetto, with a quorum present and voting, this 28th day of September, 2009.

BY: _____
Shirley Groover Bryant, Mayor

ATTEST:

James R. Freeman, City Clerk