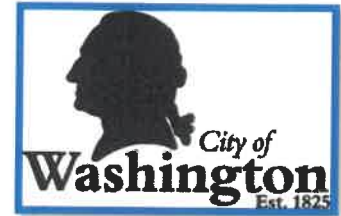


Memorandum



TO: Mayor Manier and City Council
FROM: Ray Forsythe, City Administrator *RPF*
DATE: July 5, 2019
SUBJECT: Budget Amendment Ordinance

A Budget Amendment is on the City Council Agenda which will accommodate the payoff of the Washington 223 loan. The City has recently sold several properties which allowed for the payment from excess reserve funds. The Washington 223 loan was paid off on July 5, 2019 thus saving the City in excess of \$200,000 in interest costs.

This Budget Amendment Ordinance includes the following items:

- Amends the FY 19-20 Budget to accommodate the necessary funds for the payment out of the Washington 223 Debt Service Fund
- Provides the approval, affirmation and ratification of the action to pay off the loan

ORDINANCE NO. _____

The following ordinance will amend the City of Washington's budget for the Fiscal Year beginning May 1, 2019 and ending on April 30, 2020.

AN ORDINANCE AMENDING A BUDGET FOR CORPORATE PURPOSES FOR THE FISCAL YEAR BEGINNING MAY 1, 2019 AND ENDING APRIL 30, 2020

WHEREAS, the budget for fiscal year beginning May 1, 2019 and ending April 30, 2020 was adopted by the corporate authorities on April 15, 2019, and

WHEREAS, the corporate authorities determined that it was in the best interest of the City to pay the loan for the Washington 223 property in full, and

WHEREAS, adequate General Fund reserves exist to fund the payoff of the loan, thus resulting in excess of \$200,000 in interest savings, and

WHEREAS, payoff of such loan was not included in the aforementioned approved budget;

NOW THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF WASHINGTON, TAZEWELL COUNTY, ILLINOIS that:

Section 1. The amendments to the City of Washington's FY19-20 Annual Budget as delineated on the attached "Exhibit A" are hereby approved.

Section 2. The City Council hereby approves, affirms and ratifies the action to pay off the loan on the Washington 223 property.

Section 3. This ordinance shall be in full force and effect from and after its passage and approval as required by law.

PASSED AND APPROVED this _____ day of August, 2019.

Ayes: _____

Nays: _____

Mayor

ATTEST:

City Clerk

Exhibit A

BUDGET AMENDMENTS
FY 19-20

<u>FUND</u>	<u>ORIGINAL BUDGET AMOUNT</u>	<u>REVISED BUDGET AMOUNT</u>	<u>\$ CHANGE</u>	<u>EXPLANATION</u>
General Fund - Unrestricted				
Transfer to Washington 223 Debt Service Fund	64,771	986,187	921,416	Additional transfer to provide funds to pay off Washington 223 loan
Washington 223 Debt Service Fund				
Debt Service	124,771	983,802	859,031	Additional debt service due to payment of Washington 223 loan