

Montgomery City Council
AGENDA REPORT

Meeting Date: March 28, 2023	Budgeted Amount: N/A
Department: Admin	Prepared By: Anthony Lasky

Subject

Consideration and possible action on AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF MONTGOMERY, TEXAS, AMENDING ITS MUNICIPAL BUDGET FOR THE FISCAL YEAR 2022-2023; APPROPRIATING THE VARIOUS AMOUNTS HEREIN, AS ATTACHED IN EXHIBIT A; CONTAINING FINDINGS AND A TEXAS OPEN MEETINGS ACT CLAUSE; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE.

Recommendation

Move to approve this budget amendment as proposed by adoption of the attached Ordinance

Discussion

City staff observed a water leak and large areas of pooling water inside the vacant city owned building located at 213 Prairie Street. City staff immediately contacted contractors to mitigate the damage and secure the building. We contacted our insurance carrier, TML risk management pool and filed a claim. The claim was subsequently denied as this type of damage was not covered. Therefore, the City will have to pay this out of pocket.

The City consulted with Dri-Tex Restoration to assess the damage and conduct emergency mitigation activities/repairs to stabilize the building. Total cost for repairs: \$24,134.52. We have a building maintenance line item in the current budget however it does not have any funding. We are requesting the City Council amend the budget by moving funds into this line item to cover this cost along with a little bit of room for any extra work as it relates to 213 Prairie's ongoing maintenance. Exhibit A shows the following needing to be amended for this matter:

100-12-16256-0000000 – (Building Repairs – 213 Prairie) From \$0 to \$35,000 – This would also cover any additional expenses related to the repairs for 213 Prairie.

100-00-14980-0000000 – (Transfer in - Admin from Capital Projects) From \$0 to \$35,000 – This is the transfer from Capital Projects needed to pay the expense.

200-20-26810-0000000 – (Transfer out – PD / Admin Building) From \$0 to \$35,000 – This is the transfer needed to General Fund to pay the expense.

200-00-24500-0000000 – (Interest Earned from Investments) From \$1,500 to \$36,500 – This will cover the Transfer to General Fund needed to pay the expense. With interest rates as high as they are, we anticipate more interest being deposited into this account throughout the remainder of the Fiscal Year.

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Approved By		
Senior Accountant	Anthony Lasky	Date: March 22, 2023
City Administrator	Gary Palmer	Date: March 22, 2023