



Agenda Item No. 2.a.

To: Finance-Auditing Committee/Committee of the Whole
Meeting of May 25, 2006

From: Joseph M. Wire, Auditor-Controller
Celia G. Kupersmith, General Manager

Subject: **AUTHORIZE BUDGET ADJUSTMENT(S) AND/OR TRANSFER(S)**
a) **AUTHORIZE BUDGET TRANSFERS IN THE FY 05/06 FOR
BRIDGE DIVISION PROJECTS AND CAPITAL
PROCUREMENTS**

Recommendation

The Finance-Auditing Committee recommends that the Board of Directors approve the following budget transfers to each Division's expenses relative to the Fiscal Year 2005/2006 Operating and Capital Budgets:

- a) Transfer \$80,000 from the District Division's Consulting Expense to the Bridge Division's Repair and Maintenance Supplies; and,
- b) Transfer \$14,000 from Bridge Division's Repair and Maintenance Supplies to the Bridge Division's Capital Equipment.

This matter will be presented to the Board of Directors at its May 26, 2006, meeting for appropriate action.

Summary

In the aftermath of the unusually wet winter, toll lanes are in greater disrepair than anticipated and the Bridge Division would like to begin resurfacing work as soon as possible. Due to postponement of surveys and other consulting services by the Planning Department, funds are available to purchase the materials and begin work on this project this fiscal year.

In addition, the Bridge Division is requesting that funds in the amount of \$14,000 be transferred from the Operating Budget's Repair and Maintenance Supplies category to the Capital Budget's Capital Equipment category to assist in funding the procurement of a fire suppression system for the new tow truck. This was an anticipated expense, but the funds were inadvertently included in the operating budget instead of the capital budget.

Fiscal Impact

As a result of this item, the Bridge Division Operating Budget will increase by a net of \$66,000, the District Division Operating Budget will decrease by \$80,000 and the Bridge Division Capital Budget will increase \$14,000. All budget adjustments greater than \$50,000, or transfers between operating and capital expenses, are subject to Board approval.