

**JOINT AUDIT/BIDS/INSURANCE AND
FACILITIES/MANAGEMENT COMMITTEE MEETING
DECEMBER 16, 2008 AT 3 PM
CONFERENCE ROOM 204—2ND FLOOR, CITY HALL**

PRESENT: Chairman James Watson
Chairman John Howren
Councilman Dale Burkett
Councilman Dave Kirlin

The Audit/Bids/Insurance Committee and Facilities/Management Committee met on December 16, 2008, at 3 PM.

Chairman James Watson called the meeting to order and recognized Mr. Bryan Starnes, Martin Starnes & Associates for the presentation:

Item 1: Audit Results and Comprehensive Annual Financial Report for Fiscal Year Ended June 30, 2008

The City's independent auditors, Martin Starnes & Associates, CPAs, P.A., have completed their annual audit of the City's financial records. The Comprehensive Annual Financial Report (CAFR) for fiscal year ended June 30, 2008 was furnished to the Committee. The audit indicates no compliance findings or questioned costs. Also, no financial reporting matters involving internal controls and its operation that would be considered a material weakness were found. No management letter was issued for the audit period.

No action was required by the Committee.

Item 2: FY 2009 Unfunded Projects List/Budget Amendment #FY09-022

Staff recommended the Committee approve the Unfunded Projects List as depicted on the handout provided. Staff has reviewed and updated the list since the Budget Work Sessions last spring. Based on current economic conditions, the need to reinvest in our infrastructure, and to encourage economic stimulus, the Unfunded Projects List is recommended for approval as modified on the handout provided.

Budget Amendment #FY09-022 was brought before the Committee to appropriate the General Fund balance for projects on the Fiscal Year 2009 Unfunded Projects List. By appropriating the recommended \$1,758,500, the new Available Fund Balance would be \$8,676,650 or approximately 15.12%. This would meet the Council objective for the 2009 budget to keep the Available Fund Balance above 15%.

After much discussion, Councilman Howren made a motion to approve the overall revised Fiscal Year 2009 Unfunded Projects List and to appropriate funds for the following projects: recreational projects, Financial Management System and scanner.

The Committee voted unanimously to recommend to Council that the Unfunded Projects List be approved and the budget amendment to appropriate funds for recreational projects, Financial Management System and scanner. Melody Uery, Budget Administrator, will provide the revised budget amendment to full Council for approval.

Necessary Council Action:

Accept or reject the Committee recommendation.

Having no other business, the meeting adjourned.