

Memorandum

Date: May 31, 2016

To: Seguin City Council

From: R. Alan Cockerell
SSLGC General Manager

Re: Budget Amendment

SSLGC has a Retained Earnings policy. This policy set a threshold for the minimum retained earnings to be held in the operating fund. This minimum policy was set at three months operating expenditures. Based upon this policy and the results of the audit, there is \$400,000 above this threshold available for use.

The SSLGC Board unanimously approved this action at their regularly scheduled board meeting on April 21, 2016, as they find that these budget adjustments are required due to changes and unforeseen conditions that could not have been anticipated in the original budget.

SSLGC Staff requests approval.



R. Alan Cockerell
SSLGC General Manager

cc: File