

Water Fund Contingency

Overview: This division has money set aside for use in emergency situations and to, hopefully, build additional fund balance. Last year our auditors sounded a warning for the close line we walk on the margin. It was not that there was anything wrong, it was just that money on hand was just sufficient to operate in conditions that were expected. They warned that we should substantially increase our margin and by doing that we should increase our cash and the ability the cash gives us to meet unexpected circumstances. Budgeting contingencies allows us to do both things. First it provides for the unexpected. Second, if the unexpected doesn't happen, it allows us to accumulate some cash reserves to deal with future needs or issues.

Personnel: There are no positions budgeted in this division.

Operations: There are no operations conducted within this budget.

Capital: There are no capital requests in this budget.

City of New Bern Budget Fiscal Year 2007 - 08

Fund Water Fund
Department: Administration
Division: Water Fund Contingency

Account Number	Description	Y To Dte	Current	Estimate	Request	Recomm
5111-9992-79910-745	Contingency	0	611,653		50,000	429,352
Contingency		0	611,653	0	50,000	429,352
Water Fund Contingency Totals:		0	611,653	0	50,000	429,352