



CITY OF NEWBURYPORT FY 2023 TRANSFER/APPROPRIATION REQUEST

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NEWBURYPORT, MA
2023 APR 18 P 2:51

Department: Mayor

Submitted by: Sean R. Reardon, Mayor

Date Submitted: 4/24/2023

Transfer From:

Account Name:	<u>Sewer Retained Earnings</u>	Balance:	<u>\$ 1,516,385.00</u>
Account Number:	<u>61-35920</u>	Category:	<u>n/a</u>
Amount:	<u>\$120,000.00</u>	Trans I/O:	<u>\$ -</u>

Why Funds Are Available:

The Massachusetts Department of Revenue certified Retained Earnings for the Sewer Enterprise Fund for FY2023 at \$1,516,385. These funds are available for any legal expenditure with the approval of the Mayor and a majority vote of the City Council.

Transfer To:

Account Name:	<u>SEW Plant Chemicals</u>	Balance:	<u>\$ 5,032.03</u>
Account Number:	<u>61440004-54302</u>	Category:	<u>\$ 35,822.85</u>
Amount:	<u>\$120,000.00</u>	Trans I/O:	<u>\$ -</u>

Why Funds Are Needed:

Pricing for FY'23 came in very late last year, after the budget had already been approved and the fiscal year was underway. Chemical pricing has increased over 50%. While it is expected to level off, funding is needed to offset the inflationary pressures experienced this fiscal year. The average monthly spend is approximately \$53,000 for the sewer division and the Water/Sewer Commission voted to recommend a \$120,000 transfer from retained earnings to cover the anticipated shortfall.

Transfer From:

Account Name:	<u>Water Retained Earnings</u>	Balance:	<u>\$ 937,918.00</u>
Account Number:	<u>60-35920</u>	Category:	<u>n/a</u>
Amount:	<u>\$86,000.00</u>	Trans I/O:	<u>\$ -</u>

Why Funds Are Available:

The Massachusetts Department of Revenue certified Retained Earnings for the Water Enterprise Fund for FY2023 at \$937,918. These funds are available for any legal expenditure with the approval of the Mayor and a majority vote of the City Council.


Transfer To:


Account Name:	<u>WAT Plant Chemicals</u>	Balance:	<u>\$ (37,614.18)</u>
Account Number:	<u>60450004-54302</u>	Category:	<u>\$ 6,938.87</u>
Amount:	<u>\$86,000.00</u>	Trans I/O:	<u>\$ -</u>

Why Funds Are Needed:

Water uses the same pricing and procurement method as sewer. The average monthly spend is approximately \$20,000 for the water division and the Water/Sewer Commission voted to recommend a \$86,000 transfer from retained earnings to cover the current \$37,614 deficit and anticipated shortfall.

Sean R. Reardon, Mayor:





Date: 4/18/2023

Ethan R. Manning, Auditor:

Date: 4/18/23

City Council Action: