
RESOLUTION PROPOSAL

DATE: March 25, 2010
SUBJECT: March Budget Adjustments
SPONSOR: Treasurer Harrison

BACKGROUND INFORMATION:

On March 16, the LMOA Board met in open session to discuss possible reductions in the 2010 budget reflecting the need to reduce expenses and meet future needs that may include funding additional engineering work on the main dam. Following discussion, consensus was reached on the following topics:

- Reduce from six weeks to three weeks the time available for community use of dumpsters for spring cleanup from April 16 through May 10.
- Modify the Recreational Manager position from full-time to seasonal.
- Reduce the contribution from the ERA Dividends and Interest fund from a planned \$290,000 to \$200,000, reflecting the lower earnings.
- Reduce golf course green reconstruction from \$75,000 to \$25,000 reflecting the scheduled work to rehabilitate one green this year instead of three.

STAFF RECOMMENDATION: Staff participated in the open working session and are part of the consensus.

PROPOSED FINANCIAL IMPACT: Moves funds

PROPOSED SOURCE OF FUNDING: A combination of investments, operations and general reserves.

STRATEGIC PLAN REFERENCE:

4.1 Prudently manage the Association's finances and reserves

POSSIBLE MOTION(S):

Move that the Board of Directors authorize modification to the annual budget to reduce spring cleanup to 3 weeks, modify the Recreation Manager from a full-time to a seasonal position, reduce the planned contribution from ERA dividend and interest from \$290,000 to \$200,000, and reduce greens reconstruction to one green, returning \$50,000 to general reserves.

PERSON RESPONSIBLE FOR FOLLOW-UP: Business Manager and Treasurer