

Earlier this year, the County incurred additional utility expenses in the amount of \$62,983.95 due to an outstanding balance on the Pacific Gas & Electric summary account which dated back to 2001. The RMA worked with the County Administrative Office Budget Office and agreed to evaluate any potential budget modification until we were closer to the end of the fiscal year.

At this time, the utility expenditures are projected to be \$327,452 higher than budget. The increase in utility costs also corresponds in an increase in the amount the County is reimbursed by the Administrative Office of the Courts for their negotiated percentage of utility costs for King City, Monterey, and the Salinas North Wing Courthouses. The projected revenue from these reimbursements is estimated to be \$152,069 higher than budget. In addition, there was revenue earned in FY 2010-11 that was not received until FY 2011-12 in the amount of \$175,331 bringing the total increase in revenue to \$327,400. This increase in revenue almost fully offsets the increase in projected expenditures. The remaining shortfall of \$52 will be covered within currently budgeted revenues.

OTHER AGENCY INVOLVEMENT:

None.

FINANCING:

There is no negative impact to the General Fund. The requested action will increase appropriations by \$327,452 and revenues by \$327,400 for the Utilities Unit 8182, RMA006.

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Approved by:

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