

TOWN OF EAST LYME

FY 2008/2009

Dept No. 120

Budget Input

Dept Name Contingency

1-Feb-08

Acct.	Account Description	08/09 Budget	Supporting Description of Activity
100 Personnel Services			
500	Town Payroll Pending PR Change	225,000	Represents funding for AFSCME union contract, the current one expires 6/30/2008 and a successor agreement has yet to be negotiated. Also, includes a provision for a cost of living increase for non-affiliated employees.
Personnel Services Total		<u>225,000</u>	
200 Services			
500	Contingency - Utilities/Fuel/Oil	0	
Services Total		<u>0</u>	
300 Operating			
500	Contingency	300,000	The town has not historically made a provision for a contingency budget line item. A best practice is 1% of the operating budget. At this time recommend one half of one percent. This resource would be used in situations where expenditures are greater than estimated. We would use this resource in lieu of additional appropriations from undesignated fund balance. Requests for transfers would be required to go before the Board of Selectmen and Finance for approval. <u>The Board of Finance amended to \$150,000.</u>
Operating Total		300,000	
Contingency Total		<u>525,000</u>	