

OCT 27 2004

Resolution No. _____ 2004

AUTHORIZING PROCEDURES FOR
THE ALLOCATION OF FUNDS FROM
THE COST OVERRUN BUDGET

Whereas, Salt Lake City Corporation (the City) has adopted a Capital Improvement Program Budget as part of the "Operating and Capital Budget" for the general fund and each of the enterprise funds; and

Whereas, the Capital Improvement Program Budget contains a list of approved projects and a budget for the completion of said projects; and

Whereas, the costs associated with the projects are estimates and occasionally due to market forces or unforeseen costs the final budget for the projects may differ; and

Whereas, the Mayor and the City Council desire to establish written procedures to facilitate the orderly allocation of funds from the established cost overrun budget.

THEREFORE, BE IT RESOLVED by the City Council of Salt Lake City, Utah:

It does hereby authorize Ross C. Anderson, Mayor of Salt Lake City, Utah to expend funds out of the established cost overrun account if a project complies with the following criteria:

1. The project is under construction and all other funding options and/or methods have been considered and it has been determined that additional funding is still required.
2. Cost overrun funding will be approved based on the following formula:
 - 20% or below of the budget adopted by the City Council for project budgets of \$100,000 or less;
 - 15% or below of the budget adopted by the City Council for project budgets between \$100,001 and \$250,000;
 - 10% or below of the budget adopted by the City Council for project budgets over \$250,000 with a maximum overrun cost of \$100,000
3. The funds are not used to pay additional City Engineering fees.

The Administration will submit a written notice to the City Council detailing the additional funding awarded to projects at the time of administrative approval.

If a project does not meet the above mentioned criteria the request for additional funding will be submitted as part of the next scheduled budget opening. However, if due to timing constraints the cost overrun cannot be reasonably considered as part of a regularly

scheduled budget opening, the Administration will prepare the necessary paperwork for review by the City Council at its next regularly scheduled meeting.

Passed by the City Council of Salt Lake City, Utah this _____ day of _____, 2004.

Salt Lake City Council

By: _____
CHAIR

Approved as to form
By the Salt Lake City Attorney's Office
By: W. Spence
Date 10/27/2004

Attest:

CHIEF DEPUTY CITY RECORDER