



**TOWN COUNCIL
SPECIAL MEETING AGENDA
May 9, 2023
Starting at 5:55 PM**

I. Call to Order and roll call.

II. Pledge of Allegiance

III. Resolutions and Ordinances

- A. Introduce Ordinance O-23-13, an Ordinance of the Town Council of Chesapeake Beach, Maryland, amending the adopted General Fund Budget for the Town of Chesapeake Beach for the fiscal year from July 1, 2022, to June 30, 2023, to recognize uncollectable debt expense related to forgiven General Fund loan to the Utility Fund for Capital Projects, in the amount of One Million and Six Hundred Thousand Dollars (\$1,600,000.00). **Set public hearing.**
- B. Introduce Ordinance O-23-14, an Ordinance of the Town Council of Chesapeake Beach, Maryland, amending the adopted Utility Fund budget for the Town of Chesapeake Beach for the fiscal year from July 1, 2022, to June 30, 2023, to recognize restricted loan proceeds from forgiven General Fund loan to the Utility Fund for Capital Projects, in the amount of One Million and Six Hundred Thousand Dollars (\$1,600,000.00). **Set public hearing.**
- C. Introduce Ordinance O-23-15, an Ordinance of the Town Council of Chesapeake Beach, Maryland, amending the adopted Utility Fund budget for the Town of Chesapeake Beach for the fiscal year from July 1, 2023, to June 30, 2024, to reallocate revenue funds with a net increase of Three Hundred and Fifty Thousand Dollars (\$350,000.00), offset by an increase in Capital Projects expense line item in the amount of Three Hundred and Fifty Thousand Dollars (\$350,000.00) for usage of forgiven loan proceeds restricted for Capital Expenses. **Set public hearing.**

IV. Adjournment

8200 BAYSIDE ROAD, P.O. BOX 400 CHESAPEAKE BEACH, MARYLAND 20732

(410) 257-2230

(301) 855-8398



To: The Honorable Mayor and Town Council

From: Holly Wahl, Town Administrator
Brittany Moran, Town Treasurer

Subject: Special Meeting to Introduce Budget Ordinances

Date: May 3, 2023

I. BACKGROUND:

The Town of Chesapeake Beach received **\$5,943,337** in federal funds from the American Rescue Plan Act (ARPA). ARPA funds are recorded as revenue of the Town's General Fund and are listed as such in the Town's regular audit and the Town's single audit as an offset to General Fund expense related to police coverage.

During the April 11, 2023, Special meeting of the Town Council, an amended budget was introduced and passed that borrows **\$550,000** in ARPA funds from the General Fund. Per the Town Code *Section C-724 "Borrowing between Funds"*, the Town is required to identify the terms and conditions of repayment even if that repayment will occur in a later budget year.

II. INTRODUCTION OF BUDGET ORDINANCES:

To comply with the Town's Charter related to the "borrowing of funds" please see attached for introduction of three budget ordinances.

- a. **Ordinance 0-23-13** an Ordinance of the Town Council of Chesapeake Beach, Maryland, amending the adopted General Fund Budget for the Town of Chesapeake Beach for the fiscal year from July 1, 2022, to June 30, 2023, to recognize uncollectable debt expense related to forgiven General Fund loan to the Utility Fund for Capital Projects, in the amount of One Million and Six Hundred Thousand Dollars (\$1,600,000.00).

Summary: Ordinance 0-23-12 recognizes a total uncollected debt expense of \$1,600,000 from the General Fund to the Utility Fund, which includes three onetime capital improvement Utility Fund projects:

- 1) Saddle repairs in Richfield Station \$750,000
- 2) Water Meters \$500,000
- 3) Fishing Creek Wet well \$350,000.

- b. **Ordinance 0-23-14**, an Ordinance of the Town Council of Chesapeake Beach, Maryland, amending the adopted Utility Fund budget for the Town of Chesapeake Beach for the fiscal year from July 1, 2022, to June 30, 2023, to recognize restricted loan proceeds from forgiven General Fund loan to the Utility Fund for Capital Projects, in the amount of One Million and Six Hundred Thousand Dollars (\$1,600,000.00).

Summary: Ordinance 0-23-14 recognizes a total expense of \$1,600,000 from the General Fund to the Utility Fund, which includes three onetime capital improvement Utility Fund projects:

- 1) Saddle repairs in Richfield Station \$750,000
- 2) Water Meters \$500,000



3) Fishing Creek Wet well \$350,000.

- c. **Ordinance O-23-15**, an Ordinance of the Town Council of Chesapeake Beach, Maryland, amending the adopted Utility Fund budget for the Town of Chesapeake Beach for the fiscal year from July 1, 2023, to June 30, 2024, to reallocate revenue funds with a net increase of Three Hundred and Fifty Thousand Dollars (\$350,000.00), offset by an increase in Capital Projects expense line item in the amount of Three Hundred and Fifty Thousand Dollars (\$350,000.00) for usage of forgiven loan proceeds restricted for Capital Expenses.

Summary: Ordinance O-23-15 recognizes the rollover of the portion of the saddle repair project that will be completed in FY24 and usage of the remaining funds from the uncollectable forgiven General Fund loan.

III. GOALS:

Budget ordinances are being re-introduced to i) comply with the Town Charter related to the borrowing of funds, and ii) properly account for the unique situation of the Town receiving federal ARPA funding as reimbursement for general fund expenses that are planned to be used for one-time capital improvement expenses incurred in other Town budgets.

Introduced _____
Passed _____
Effective _____

ORDINANCE NO. O-23-13

AN ORDINANCE OF THE TOWN COUNCIL OF CHESAPEAKE BEACH, MARYLAND, AMENDING THE ADOPTED GENERAL FUND BUDGET FOR THE TOWN OF CHESAPEAKE BEACH FOR THE FISCAL YEAR FROM JULY 1, 2022, TO JUNE 30, 2023, TO RECOGNIZE UNCOLLECTABLE DEBT EXPENSE RELATED TO FORGIVEN GENERAL FUND LOAN TO THE UTILITY FUND FOR CAPITAL PROJECTS, IN THE AMOUNT OF ONE MILLION AND SIX HUNDRED THOUSAND DOLLARS (\$1,600,000.00).

WHEREAS, Chesapeake Beach (the “Town”) is a municipal corporation of the State of Maryland, organized and operating in accordance with Article XI-E of the Constitution of Maryland and Md. Code Ann., Local Government Article, Title 4; and

WHEREAS, pursuant to the Local Government Article of the Annotated Code of Maryland and to Section C-707 and Section C-808 of the Charter of Chesapeake Beach, Chesapeake Beach is empowered to establish an annual budget; and

WHEREAS, on or about March 17, 2022 following required advertisement and public hearing, the Town Council approved a budget ordinance for the Town’s General Fund for Fiscal Year 2023; and

WHEREAS, pursuant to § 5-205(b) of the Local Government Article a municipality may not expend funds not appropriated in its annual budget for the purpose for which they are to be spent; and

WHEREAS, pursuant to § 5-205(b) of the Local Government, a municipality may amend an adopted budget to expend funds not previously appropriated upon a 2/3 vote of the legislative

body; and

WHEREAS, pursuant to Section C-724 of the Charter of Chesapeake Beach, the Town is authorized to borrow money from one fund of the Town and to deliver the money so borrowed to another fund of the Town so long as the ordinance identifies the terms and conditions of repayment including any interest to be charged to the borrowing fund, and such borrowing is authorized even if repayment is to be made in different budget years; and

WHEREAS, after the adoption of the Utility Fund and General Fund budgets for Fiscal Year 2023, Town Council approved various Utility Fund capital projects, totaling one million and six hundred thousand dollars. Funding to be received from the General Fund by the Utility Fund in the form of a lump sum loan to be forgiven following establishment.

NOW, THEREFORE, BE IT ORDAINED BY THE TOWN COUNCIL OF CHESAPEAKE BEACH THAT:

Section 1. The annual budget for the General Fund of Chesapeake Beach for the Fiscal Year 2023 is hereby amended to reflect the transfer of one million and five hundred and forty three thousand and five hundred and twenty dollars (\$1,543,520) to “Transfer In – GF Fund Balance” revenue line item from Federal Grants revenue line item, offset by a transfer of one million and six hundred thousand dollars from “Unspent Reimbursement – ARPA Funds” expenditure line item to the “Uncollectable Debt” line item as shown on the attached Exhibit A.

Section 2. In all other respects the budget for the General Fund, as adopted on March 17, 2022, shall remain as adopted and in full force and effect, subject to prior duly enacted amendments, with respect to revenues and expenditures for the Fiscal Year 2023.

AS CERTIFIED by their signatures below, the members of the Town Council affirm that this Ordinance was introduced at the Special Town Council meeting held on May 9, 2023, that a public hearing was held on May 18, 2023, and that a vote was taken in accordance with Section C-309 of the Town Charter. The vote of the Council was tallied and _____ votes of approval and _____ votes of disapproval were cast. The resulting majority of at least 2/3 of the Council _____ (*approved/disapproved*) the passage of this Ordinance this 18th day of May, 2023. If signed by the Mayor below, the Mayor approves this Ordinance pursuant to Section C-310 of the Charter this _____ day of May 2023. This Ordinance shall become effective at the expiration of twenty (20) calendar days from the date of the Mayor's approval or seven (7) days after the last required publication, whichever is later, pursuant to Section C-309 of the Charter, currently published in Volume II of the Municipal Charters of Maryland.

CHESAPEAKE BEACH, MARYLAND

Patrick J. Mahoney, Mayor

Lawrence P. Jaworski, Council VP

Valerie L. Beaudin, Councilwoman

L. Charles Fink, Councilman

Margaret P. Hartman, Councilwoman

Gregory J. Morris, Councilman

Keith L. Pardieck, Councilman

FY23 Budget - Amended
General Fund
EXHIBIT A

		FY23		
		BUDGET	AMENDMENT	AMENDED BUDGET
LOCAL REVENUES				
100-410000	Real Estate Taxes	2,719,849		2,719,849
100-410100	Admission & Amusement Tax	1,729,285		1,729,285
100-410105	State A&A Tax Distributions	300,000		300,000
100-410115	Hotel Tax	100,000		100,000
100-410120	Operating Property Tax	64,614		64,614
100-410125	Penalties & Interest - Tax	3,000		3,000
100-410135	Traders License - County	800		800
100-410140	Permits, Fines & Penalties	50,000		50,000
100-410145	Interest on Savings & Investments	10,000		10,000
100-410165	Tower Site Rental	110,000		110,000
100-410170	Cable Franchise Fee	110,000		110,000
100-410175	Speed Cameras	90,000		90,000
100-410180	Ramp Fees	10,000		10,000
100-410230	Miscellaneous Income	5,000		5,000
FEDERAL & STATE REVENUES				
100-420100	State Income Taxes	1,200,000		1,200,000
100-420105	Highway User Revenues	370,852		370,852
100-420110	State Aid Police Protection	54,525		54,525
100-420150	Federal Grants	2,970,557	(1,543,520)	1,427,037
OTHER REVENUE SOURCES				
100-430130	Transfer In - GF Fund Balance	250,000	1,543,520	1,793,520
100-432200	Miscellaneous Grants	335,000		335,000
TOTAL REVENUES:		10,483,482	-	10,483,482
SALARIES, TAXES & BENEFITS				
100-6000-602000	Salaries and Wages	544,388		544,388
100-6000-602050	FICA Expense	45,630		45,630
100-6000-602100	Medical and Life Insurance	158,548		158,548
100-6000-602300	Retirement	98,264		98,264
100-6000-602400	Continuing Education	40,000		40,000
CONTRACTED SERVICES & FEES				
100-6000-620400	Audit	26,000		26,000
100-6000-620600	Legal Counsel	80,000		80,000
100-6000-620800	SDAT Fees	11,558		11,558
100-6000-621100	Software Maintenance Agreement	65,000		65,000
100-6000-621200	Planning & Zoning	100,000		100,000
100-6000-621400	Engineering	110,000		110,000
100-6000-621600	IT Support	45,000		45,000
100-6000-622500	Town Hall - Building Maintenance	30,000		30,000
100-6000-623300	Printing & Publications	10,000		10,000
100-6000-623400	Library Rent - Grant	46,996		46,996
100-6000-623900	Professional Fees	11,000		11,000
100-6000-624500	Web Maintenance	5,000		5,000
100-6000-624700	Document Imaging	4,000		4,000
OTHER				
100-6000-631210	Legislative Education & Travel	29,500		29,500
100-6000-631220	Dues & Subscriptions	20,000		20,000
100-6000-631300	Grants to Local Organizations	17,500		17,500
100-6000-631305	Senator M. Miller Scholarship Fund	5,000		5,000
100-6000-632000	Miscellaneous Expense	5,000		5,000
100-6000-632300	Office Expense	60,000		60,000
100-6000-634101	Stipends - Council	18,000		18,000
100-6000-634102	Stipends - Mayor	18,000		18,000
100-6000-634200	Recreation Reserve Fund	100,000		100,000
100-6000-634250	Climate Change Reserve Fund	250,000		250,000
100-6000-634500	Town Hall Telephone	15,150		15,150
100-6000-635000	Town Hall Utilities	22,000		22,000
100-6000-636101	Special Events	140,100		140,100
100-6000-636201	Economic Development Expenses	44,000		44,000

100-6000-637010	Opioid Awareness Committee	3,000		3,000
100-6000-637020	Green Team	7,000		7,000
100-6000-637030	Rental Inspection Services	25,000		25,000
100-6000-780000	Insurance	75,000		75,000
100-6000-790000	Unspent Reimbursement - ARPA Funds	2,970,557	(1,600,000)	1,370,557
100-6000-800000	Uncollectable Debt	-	1,600,000	1,600,000
100-6450-602050	FICA - Legislative	3,000		3,000
PUBLIC SAFETY				
100-6450-645500	Police - Deputy in Residence	1,405,539		1,405,539
100-6450-646000	Bayfront Park & Town Beautification	60,500		60,500
100-6450-646500	North Beach VFD	50,000		50,000
PUBLIC WORKS - SALARIES, TAXES & BENEFITS				
100-6500-602000	Salaries and Wages	525,000		525,000
100-6500-602010	Recreation Operations - Salaries	82,000		82,000
100-6500-602050	FICA - PW	49,000		49,000
100-6500-602100	Medical and Life Insurance	170,000		170,000
100-6500-602300	Retirement	82,000		82,000
100-6500-602400	Continuing Education	10,000		10,000
PUBLIC WORKS - SUPPLIES				
100-6500-665200	Gasoline & Tolls	40,000		40,000
100-6500-665400	Equipment Repair & Maintenance	40,000		40,000
100-6500-665600	Supplies	15,000		15,000
PUBLIC WORKS - CONTRACTED SERVICES & FEES				
100-6500-672000	Holiday Lights	110,000		110,000
100-6500-673000	Road Repairs & Maintenance	20,000		20,000
100-6500-674000	Trash Removal Service	550,000		550,000
100-6500-675000	Recycle Bins	12,000		12,000
PUBLIC WORKS - OTHER				
100-6500-684300	CBOCS Oyster Program	6,900		6,900
100-6500-684900	PW - Miscellaneous Expense	2,000		2,000
100-6500-685200	Property Maintenance - General	65,000		65,000
100-6500-685220	Property Maintenance - Landscaping	150,000		150,000
100-6500-685240	Property Maintenance - Tree Trimming	20,000		20,000
100-6500-685500	Recreation Operations - General	125,000		125,000
100-6500-686000	Snow & Ice Removal	50,000		50,000
100-6500-686100	Storm Drain Inspection & Maintenance	20,000		20,000
100-6500-686500	Street Lights	63,000		63,000
100-6500-687000	Telephone	11,000		11,000
100-6500-687500	Utilities	8,000		8,000
CAPITAL EXPENDITURES				
100-7100-725000	Capital Expenditures	1,482,352		1,482,352
TOTAL EXPENDITURES:		10,483,482	-	10,483,482
SURPLUS/DEFICIT:		-	-	-

Introduced _____
Passed _____
Effective _____

ORDINANCE NO. O-23-14

AN ORDINANCE OF THE TOWN COUNCIL OF CHESAPEAKE BEACH, MARYLAND, AMENDING THE ADOPTED UTILITY FUND BUDGET FOR THE TOWN OF CHESAPEAKE BEACH FOR THE FISCAL YEAR FROM JULY 1, 2022, TO JUNE 30, 2023, TO RECOGNIZE RESTRICTED LOAN PROCEEDS FROM FORGIVEN GENERAL FUND LOAN TO THE UTILITY FUND FOR CAPITAL PROJECTS, IN THE AMOUNT OF ONE MILLION AND SIX HUNDRED THOUSAND DOLLARS (\$1,600,000.00).

WHEREAS, Chesapeake Beach (the “Town”) is a municipal corporation of the State of Maryland, organized and operating in accordance with Article XI-E of the Constitution of Maryland and Md. Code Ann., Local Government Article, Title 4; and

WHEREAS, pursuant to the Local Government Article of the Annotated Code of Maryland and to Section C-707 and Section C-808 of the Charter of Chesapeake Beach, Chesapeake Beach is empowered to establish an annual budget; and

WHEREAS, on or about May 19, 2022 following required advertisement and public hearing, the Town Council approved a budget ordinance for the Town’s Utility Fund for Fiscal Year 2023; and

WHEREAS, pursuant to § 5-205(b) of the Local Government Article a municipality may not expend funds not appropriated in its annual budget for the purpose for which they are to be spent; and

WHEREAS, pursuant to § 5-205(b) of the Local Government, a municipality may amend an adopted budget to expend funds not previously appropriated upon a 2/3 vote of the legislative body; and

WHEREAS, pursuant to Section C-724 of the Charter of Chesapeake Beach, the Town is authorized to borrow money from one fund of the Town and to deliver the money so borrowed to another fund of the Town so long as the ordinance identifies the terms and conditions of repayment including any interest to be charged to the borrowing fund, and such borrowing is authorized even if repayment is to be made in different budget years; and

WHEREAS, after the adoption of the Utility Fund and General Fund budgets for Fiscal Year 2023, Town Council approved various Utility Fund capital projects, totaling one million and six hundred thousand dollars. Funding to be received from the General Fund by the Utility Fund in the form of a lump sum loan to be forgiven following establishment. Four hundred thousand dollars is to be spent in Fiscal Year 2023 and remaining one million and two hundred thousand dollars to be transferred to restricted reserves for use in Fiscal Year 2024.

NOW, THEREFORE, BE IT ORDAINED BY THE TOWN COUNCIL OF CHESAPEAKE BEACH THAT:

Section 1. The annual budget for the Utility Fund of Chesapeake Beach for the Fiscal Year 2023 is hereby amended to reflect the increase to “Transfer In – General Fund” revenue line item in the amount of one million and six hundred thousand dollars, offset by the increase to “Transfer – UF Restricted” expense line item in the amount of one million and two hundred thousand dollars and the increase to “Capital Projects” expense line item in the amount of four hundred thousand dollars as shown on the attached Exhibit A.

Section 2. In all other respects the budget for the Utility Fund, as adopted on May 19, 2022, shall remain as adopted and in full force and effect, subject to prior duly enacted amendments, with respect to revenues and expenditures for the Fiscal Year 2023.

AS CERTIFIED by their signatures below, the members of the Town Council affirm that this Ordinance was introduced at the Special Town Council meeting held on May 9, 2023, that a public hearing was held on May 18, 2023, and that a vote was taken in accordance with Section C-309 of the Town Charter. The vote of the Council was tallied and _____ votes of approval and _____ votes of disapproval were cast. The resulting majority of at least 2/3 of the Council _____ (*approved/disapproved*) the passage of this Ordinance this 18th day of May, 2023. If signed by the Mayor below, the Mayor approves this Ordinance pursuant to Section C-310 of the Charter this _____ day of May 2023. This Ordinance shall become effective at the expiration of twenty (20) calendar days from the date of the Mayor’s approval or seven (7) days after the last required publication, whichever is later, pursuant to Section C-309 of the Charter, currently published in Volume II of the Municipal Charters of Maryland.

CHESAPEAKE BEACH, MARYLAND

Patrick J. Mahoney, Mayor

Lawrence P. Jaworski, Council VP

Valerie L. Beaudin, Councilwoman

L. Charles Fink, Councilman

Margaret P. Hartman, Councilwoman

Gregory J. Morris, Councilman

Keith L. Pardieck, Councilman

FY23 Budget - Amended
Utility Fund
 EXHIBIT A

		FY23		
		BUDGET	AMENDMENT	AMENDED BUDGET
400-430130	Transfer In - General Fund	-	1,600,000	1,600,000
400-430140	Transfer In - Fund Reserves	425,184		425,184
400-440010	Sewer Usage Charge	783,480		783,480
400-440020	Sewer Miscellaneous Income	1,000		1,000
400-440040	Sewer Penalties & Interest	2,000		2,000
400-441010	Water Usage Charges	348,380		348,380
400-441020	Water Miscellaneous Income	2,000		2,000
400-441030	Water Penalties and Interest	2,000		2,000
400-450000	Investment Interest	1,500		1,500
400-460000	Fixed Fee	562,898		562,898
400-460050	Infrastructure Fees	18,000		18,000
400-460100	Sewer Capital Connection Fee	360,000		360,000
400-460200	Water Capital Connection Fee	120,000		120,000
	TOTAL REVENUE:	2,626,442	1,600,000	4,226,442
400-6850-662300	Meters - MXU's	43,000		43,000
400-6850-715100	Water Plant Repairs & Maintenance	30,000		30,000
400-6850-715500	Water Testing	13,000		13,000
400-6900-621400	Engineering & Professional Fees	6,000		6,000
400-6900-621501	Safety	7,500		7,500
400-6900-625300	Interest Expense	70,948		70,948
400-6900-626001	Pump Station Repair	50,000		50,000
400-6900-630500	Supplies	30,000		30,000
400-6900-631500	Postage	4,500		4,500
400-6900-632400	Miss Utility Fees	1,500		1,500
400-6900-632500	Line Repairs & Maintenance	95,000		95,000
400-6900-632800	Banking Fees	8,000		8,000
400-6900-670000	TPF Fixed / Capital Costs	946,010		946,010
400-6900-670100	TPF Variable	421,395		421,395
400-6900-687500	Utilities	70,000		70,000
400-6900-717600	Miscellaneous	500		500
400-6900-719300	Principal - 2014 - ENR	190,427		190,427
400-6900-748100	Principal - 2008 SRF Loan	287,098		287,098
400-6900-748300	Principal - ARRA Loan (2009)	36,562		36,562
400-6900-780000	Insurance	15,002		15,002
400-6900-801000	Capital Projects	-	400,000	400,000
400-6900-802000	Transfer - UF Restricted	-	1,200,000	1,200,000
400-6900-840500	Connection Fee Reimbursement	300,000		300,000
	TOTAL EXPENSE:	2,626,442	1,600,000	4,226,442
	SURPLUS/DEFICIT:	-	-	-

Introduced _____
Passed _____
Effective _____

ORDINANCE NO. O-23-15

AN ORDINANCE OF THE TOWN COUNCIL OF CHESAPEAKE BEACH, MARYLAND, AMENDING THE ADOPTED UTILITY FUND BUDGET FOR THE TOWN OF CHESAPEAKE BEACH FOR THE FISCAL YEAR FROM JULY 1, 2023, TO JUNE 30, 2024, TO REALLOCATE REVENUE FUNDS WITH A NET INCREASE OF THREE HUNDRED AND FIFTY THOUSAND DOLLARS (\$350,000.00), OFFSET BY AN INCREASE IN CAPITAL PROJECTS EXPENSE LINE ITEM IN THE AMOUNT OF THREE HUNDRED AND FIFTY THOUSAND DOLLARS (\$350,000.00) FOR USAGE OF FORGIVEN LOAN PROCEEDS RESTRICTED FOR CAPITAL EXPENSES.

WHEREAS, Chesapeake Beach (the “Town”) is a municipal corporation of the State of Maryland, organized and operating in accordance with Article XI-E of the Constitution of Maryland and Md. Code Ann., Local Government Article, Title 4; and

WHEREAS, pursuant to the Local Government Article of the Annotated Code of Maryland and to Section C-707 and Section C-808 of the Charter of Chesapeake Beach, Chesapeake Beach is empowered to establish an annual budget; and

WHEREAS, on or about April 11, 2023 following required advertisement and public hearing, the Town Council approved a budget ordinance for the Town’s Utility Fund for Fiscal Year 2024; and

WHEREAS, pursuant to § 5-205(b) of the Local Government Article a municipality may not expend funds not appropriated in its annual budget for the purpose for which they are to be spent; and

WHEREAS, pursuant to § 5-205(b) of the Local Government, a municipality may amend

an adopted budget to expend funds not previously appropriated upon a 2/3 vote of the legislative body; and

WHEREAS, pursuant to Section C-724 of the Charter of Chesapeake Beach, the Town is authorized to borrow money from one fund of the Town and to deliver the money so borrowed to another fund of the Town so long as the ordinance identifies the terms and conditions of repayment including any interest to be charged to the borrowing fund, and such borrowing is authorized even if repayment is to be made in different budget years; and

WHEREAS, on May 18, 2023 the Town Council amended the General Fund and Utility Fund budgets for Fiscal Year 2023 to establish and forgive a loan from the General Fund to the Utility Fund for various capital projects totaling one million and six hundred thousand dollars, and therefore requires additional amendments to the Utility Fund budget for Fiscal Year 2024 to recognize use of remaining restricted funds.

NOW, THEREFORE, BE IT ORDAINED BY THE TOWN COUNCIL OF CHESAPEAKE BEACH THAT:

Section 1. The annual budget for the Utility Fund of Chesapeake Beach for the Fiscal Year 2024 is hereby amended to reflect the decrease to “Transfer In – General Fund” revenue line item in the amount of five hundred and fifty thousand dollars, the decrease to “Transfer in – Fund Reserves” in the amount of three hundred thousand dollars, the addition of one million and two hundred thousand dollars in the “Transfer In – Fund Reserves – Restricted” revenue line item, offset by an increase to “Capital Projects” expense line item as shown on the attached Exhibit A.

Section 2. In all other respects the budget for the Utility Fund, as adopted on April 11, 2023, shall remain as adopted and in full force and effect, subject to prior duly enacted

amendments, with respect to revenues and expenditures for the Fiscal Year 2024.

AS CERTIFIED by their signatures below, the members of the Town Council affirm that this Ordinance was introduced at the Special Town Council meeting held on May 9, 2023 that a public hearing was held on May 18, 2023, and that a vote was taken in accordance with Section C-309 of the Town Charter. The vote of the Council was tallied and _____ votes of approval and _____ votes of disapproval were cast. The resulting majority of at least 2/3 of the Council _____ (*approved/disapproved*) the passage of this Ordinance this 18th day of May, 2023. If signed by the Mayor below, the Mayor approves this Ordinance pursuant to Section C-310 of the Charter this _____ day of May 2023. This Ordinance shall become effective at the expiration of twenty (20) calendar days from the date of the Mayor's approval or seven (7) days after the last required publication, whichever is later, pursuant to Section C-309 of the Charter, currently published in Volume II of the Municipal Charters of Maryland.

CHESAPEAKE BEACH, MARYLAND

Patrick J. Mahoney, Mayor

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Margaret P. Hartman, Councilwoman

Gregory J. Morris, Councilman

Keith L. Pardieck, Councilman

FY24 Budget - Amended

Utility Fund

EXHIBIT A

REVENUES		
400-430140	Transfer In - Fund Reserves	206,776
400-430150	Transfer In - Fund Reserves - Restricted	1,200,000
400-440010	Sewer Usage Charges	750,000
400-440040	Sewer Penalties & Interest	20,000
400-441010	Water Usage Charges	300,000
400-441020	Miscellaneous Fees	50,000
400-441030	Water Penalties and Interest	16,000
400-450000	Investment Interest	10,000
400-460000	Fixed Fee	1,047,402
400-460050	Infrastructure Fees	18,000
400-460100	Sewer Capital Connection Fee	400,000
400-460200	Water Capital Connection Fee	200,000
400-461000	Tower Site Rental	130,504
	TOTAL REVENUES:	4,348,682
EXPENSES		
400-6850-601000	Salaries & Wages	176,989
400-6850-602400	Continuing Education	5,000
400-6850-610500	Taxes & Benefits	88,495
400-6850-662200	Meter Repairs & Maintenance	25,000
400-6850-715100	Water Plant Repairs & Maintenance	35,000
400-6850-715500	Water Testing	18,000
400-6900-621400	Engineering & Professional Fees	37,500
400-6900-621501	Safety	15,000
400-6900-625300	Interest & Administrative Expense - LT Debt	65,520
400-6900-626001	Pump Station Repair	50,000
400-6900-630500	Supplies	44,000
400-6900-631500	Postage	6,000
400-6900-632400	Miss Utility Fees	2,000
400-6900-632500	Line Repairs & Maintenance	75,000
400-6900-632800	Banking Fees	50,000
400-6900-670000	TPF Fixed / Capital Costs	1,322,265
400-6900-670100	TPF Variable	509,898
400-6900-687500	Utilities	86,000
400-6900-717600	Miscellaneous	500
400-6900-780000	Insurance	17,000
400-6975-801000	Capital Projects	1,200,000
DEBT SERVICE		
400-6900-719300	Principal - 2014 - ENR	192,331
400-6900-748100	Principal - 2008 SRF Loan	290,256
400-6900-748300	Principal - ARRA Loan (2009)	36,928
	TOTAL EXPENSES:	4,348,682
	SURPLUS/DEFICIT:	-