

MAYOR AND COMMISSIONERS OF THE TOWN OF PERRYVILLE

RESOLUTION NO. 2022-16

A RESOLUTION OF THE MAYOR AND COMMISSIONERS OF THE TOWN OF PERRYVILLE TO ASSIGN CERTAIN PORTION OF THE TOWN'S GENERAL FUND UNRESTRICTED FUND BALANCE TO A CERTAIN PURPOSE.

EXPLANATORY STATEMENT:

Municipal Separate Storm Sewer System (MS4) Permit

The Town of Perryville is the owner of a stormwater system (MS4). Effective October 31, 2018 Perryville was required to comply with and to begin implementing the requirements of a National Pollutant Discharge Elimination System (NPDES) General Permit issued by the State governing and regulating the MS4. The cost to implement the permit is approximately \$50,000 per year. In addition to the annual costs, by the year 2025 Perryville is required to make progress toward Chesapeake Bay restoration goals by restoring 20% of existing developed lands that have inadequate or no stormwater management. The estimated costs to do this restoration work is approximately \$1.5 million.

There is no dedicated source of funding from either the State or Federal government to help permittees meet the requirements of the permit. There are competitive grant programs that the Town can and will apply for, but those grants are mainly for the capital projects for the restoration efforts and do not address the other required aspects of the permit. In preparation of the future expenditure for the restoration costs, the Mayor and Commissioners desire to assign any annual unspent appropriations for the MS4 permit to the Town's Capital Projects Fund.

Pursuant to Resolution 2014-05 the Mayor and Commissioners of Perryville established a Fund Balance Policy to implement the requirements of Government Accounting Standards Board Statement 54 for governmental fund balance reporting. In accordance with the Town's Fund Balance Policy the Mayor and Commissioners desire to assign a portion of the town's General Fund Unrestricted Fund balance to the Town's Capital Project Fund to be used to construct or maintain Town facilities. After this assignment, the Town's unassigned fund balance will still meet the minimum unassigned fund balance requirements of the Fund Balance Policy.

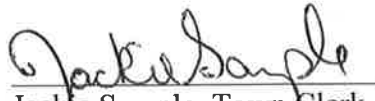
NOW, THEREFORE, BE IT RESOLVED that the Mayor and Commissioners of the Town of Perryville hereby assign \$168,004.64. of the Town's General Fund Unrestricted fund balance to the Town's Capital Projects Fund, to be further accounted for and used in accordance with the Fund Balance Policy and other law. This assignment would cover net activity from FY22 and an adjustment from FY21.

AND BE IT FURTHER RESOLVED, that this Resolution shall take effect immediately upon its passage.


READ AND PASSED THIS 6th day of Dec. 2022.

ATTEST:

MAYOR AND COMMISSIONERS OF
THE TOWN OF PERRYVILLE



Jackie Sample, Town Clerk



Matthew Roath, Mayor