

#13 Order City of Cambridge

MASSACHUSETTS

In City Council October 30, 1978

L. Crane - Order to Remove the City Manager -

	YEA	NAY	ABSENT	PRESENT
Mr. Crane	✓			
Mr. Duehay		✓		
Mr. Frisoli	✓			
Ms. Graham		✓		
Ms. Preusser		✓		
Mr. Sullivan		✓		
Mr. Vellucci		✓		
Mr. Wylie		✓		
Mayor Danehy				✓

2 6 0 1

#13 Failed of Adoption

FIRST SURPLUS IN FIVE YEARS

As shown below, expenditures exceed revenues in the water fund for the four-year period, 1972 through 1976.

	REVENUES	EXPEND- ITURES	FUND BALANCE
1971			\$ 631,447 ¹
1972	\$ 1,851,316	\$ 2,132,655	350,108
1973-74 ³	3,444,135	3,508,012	286,231
1974-75	2,126,991	2,405,075	8,147
1975-76	2,407,262	2,550,204	(134,795)
1976-77	2,723,198	2,480,613	219,694 ²

Since 1971, the Water Fund has had additional funds in a restricted account which were used to augment differences in expenditures over revenues. By 1975-76, this balance had been used up and the fund was operating with a deficit. Recognizing this situation, the City Council approved a new water rate on April 15, 1976, increasing the water charge from \$.26 to \$.36 per 100 cubic feet. This water rate increase produced a surplus in 1976-77. However, this rate will not produce revenues sufficient to augment the maintenance program or to permit the undertaking of required improvements to the water supply system.

1. This fund balance, which was used to supplement deficiencies in revenues in succeeding years, reflects an "unrestricted" fund balance of \$ 300,000 and a "restricted" balance of \$ 331,448.
2. In addition to the 1976-77 revenue surplus of \$ 242,585, this balance reflects the lapsing of prior year appropriations, \$ 48,431, prior year encumbrances, \$ 63,529, and a negative adjustment of \$ 56.
3. The eighteen month fiscal period.

Water Fund revenues have suffered due to a continued decline in water consumption. The following table presents data on water made available for consumption by the water department to City users over the last five years:

YEAR	GALLONS
1972	8,178,580,000
1973	8,125,090,000
1974	7,701,890,000
1975	7,783,239,000
1976	7,142,136,000

These revenue deficiencies have sharply reduced the City's capacity to make additions, alterations, or improvements in the water system. Expenditures for maintenance have also been restricted.



City of Cambridge

13.
IN CITY COUNCIL
October 30, 1978

COUNCILLOR CRANE

ORDERED:

That pursuant to Massachusetts General Laws
Chapter 43, Section 103, the City Manager is
removed.

In City Council October 30, 1978
Failed of adoption by a yea and nay vote:
Yeas 2; Nays 6; Absent 0; Present 1.
Attest: Paul E. Healy, City Clerk

A true copy,

ATTEST:

A handwritten signature in cursive script, reading "Paul E. Healy".

S-421

C. Crane re: removal of the City Manager.

10/30/78

Order failed re
Adoption

Roll Call Vote
2-6-0-1

In City Council,

October 30, 1978

Sec ending marriage
for the Council
Record re
Marin Dept Budget
and Revenues
transmitted to
the Council by
the City Manager