

MEMORANDUM

TO: Toby Futrell, City Manager

FROM: Greg Canally, Budget Officer

DATE: August 9, 2007

SUBJECT: Property Damage Fund

Item # 37 on the August 9, 2007 Council Agenda is to approve a resolution directing the City Manager to bring forward an ordinance establishing a property damage fund within Austin Water Utility to reimburse Austin Water Utility customers who experience water or wastewater damage caused by Austin Water Utility or other City of Austin infrastructure or personnel.

The effort to bring this ordinance forward has no impact. However, it is anticipated that creation and adoption of an ordinance to reimburse the aforementioned customers could result in additional fiscal and staffing impact for the City. Upon completion of the drafting of an ordinance by the Law Department, the City Manager will return to Council and report on the details, including the projected fiscal or staffing impact.