

RESOLUTION NO. 19-3276

**A RESOLUTION OF THE MAYOR AND CITY COUNCIL OF LAKE HAVASU CITY,
MOHAVE COUNTY, ARIZONA, AMENDING RESOLUTION NO. 18-3236
TRANSFERRING BUDGET APPROPRIATIONS FROM ONE FUND, DEPARTMENT,
OR DIVISION TO ANOTHER FOR FISCAL YEAR 2018-19**

RECITALS: In accordance with Arizona Revised Statutes Sections 42-17101, 17102, 17103, 17104, and 17105, on June 26, 2018, the City Council adopted Resolution No. 18-3236 approving the Fiscal Year 2018-19 Budget.

Arizona Revised Statute Section 42-17106 provides for transferring monies between budget items, so long as 1) the funds are available, 2) the transfer is in the public interest and based on demonstrated need, 3) the transfer does not violate the Expenditure Limitation provisions of the Arizona State Constitution, and 4) a majority of the members of the governing body vote in favor of the budget transfer.

As set forth below, certain budget transfers have been identified as necessary and in the public interest. The monies are available and the budget transfer does not violate State Expenditure Limitation provisions contained in the State Constitution and applicable Arizona Revised Statutes. The budget amendment only transfers funding it does not increase the total amount of the City's budget.

- a. Wastewater currently has two vector trucks. One of the trucks was purchased back in Fiscal Year 04-05 and is currently past the typical useful life. The Division is in need of one replacement truck and an additional truck as a backup. This amendment reflects an increase of \$878,000 to the Wastewater Fund's budget and a corresponding decrease of \$878,000 to the Capital Projects Funds.
- b. The function of contract management is being transferred to the City Attorney's office and an additional full-time position is necessary. The cost of the Contract Specialist position through the end of this fiscal year is estimated to be \$30,000. The ongoing cost will be approximately \$75,000 per year. This amendment reflects an increase of \$30,000 to the City Attorney's budget and a corresponding decrease of \$30,000 (General Election Savings) from the City Clerk's budget.
- c. The beautiful fountain installed in Wheeler Park last fiscal year has caused an increase to the electricity cost. Wheeler Park is part of Improvement District #4. Even though the cost is not significant, the District's budget is too small to absorb the additional amount. This amendment reflects an increase of \$4,000 to the Improvement District's budget and a corresponding decrease of \$4,000 to the Miscellaneous Grant Funds.
- d. Project PR2070 Havasu 280 Infrastructure Construction is for street and utility improvements, and the cost is being split between multiple funds: Capital Projects Fund, Wastewater Fund, and Irrigation and Drainage District (IDD) Fund. A correction to the budget is needed to correct the allocation between the funds. This amendment reflects an

increase of \$739,000 to the Wastewater Fund, and a corresponding decrease of \$739,000 to the Capital Projects Fund.

IT IS RESOLVED by the Mayor and City Council of Lake Havasu City, Arizona, that Resolution No. 19-3276 is approved adopting budget amendments as shown on the attached Schedules E, and F; as the amended budget of Lake Havasu City, Arizona, for the Fiscal Year 2018-19.

PASSED AND ADOPTED by the Mayor and City Council of Lake Havasu City, Arizona, on January 8, 2019.

APPROVED:

Cal Sheehy, Mayor

ATTEST:

Kelly Williams, City Clerk

APPROVED AS TO FORM:

REVIEWED BY:

Kelly Garry, City Attorney

Jess Knudson, City Manager