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Special # 1

MAY 19 2014

MEMORANDUM Management Services Memo No. MS14-081

DATE: MAY 19, 2014

TO: MAYOR AND COUNCIL

THRU: RICH DLUGAS, CITY MANAGER *RD*
 NACHIE MARQUEZ, ASSISTANT CITY MANAGER
 DAWN LANG, MANAGEMENT SERVICES DIRECTOR *DL*

FROM: GREG WESTRUM, BUDGET MANAGER *AW*

SUBJECT: FISCAL YEAR (FY) 2014-15 PROPOSED BUDGET AMENDMENTS

The purpose of the May 19, 2014 Special Council Meeting is to allow Council the opportunity to discuss and vote on proposed budget amendments prior to the adoption of the FY 2014-15 Tentative Budget.

If Council wishes to approve any of the proposed amendments, a motion will need to be made at the Special Council Meeting. If any budget amendments are approved on May 19th the Tentative Budget adoption item on the May 22, 2014 Council Meeting agenda will be revised to update the Auditor General Report Forms that are part of the Tentative Budget resolution. The revised Tentative Budget adoption memo will be posted and provided to Council by Wednesday, May 21st.

A summary of the total requested for these proposed amendments is attached. The current total of requests for use of one-time Council contingency funds is \$355,000, which exceeds the amount available by \$30,000. Council will need to either reduce the combined requests by \$30,000 or use a portion of the ongoing \$75,000 for one-time purposes. While City financial policies prohibit the use of one-time funding for ongoing purposes, the use of ongoing funding for a one-time purpose is acceptable.

The following items have been submitted as possible budget amendments.

USE OF ONE-TIME COUNCIL CONTINGENCY

1. Provide \$10,000 in seed money for the Chandler Education Coalition Early Literacy Campaign based on the receipt of matching grant funds, Chandler Unified School District matching funds and committee approval. (Vice-Mayor Heumann)
Move to amend the proposed FY 2014-15 budget by transferring \$10,000 from one-time General Fund Council Contingency (101.1290.5924) to the Non-Departmental cost center, Other Expense account (101.1290.5818) for the Chandler Education Coalition Early Literacy Campaign.

2. Provide \$5,000 for swim lesson scholarships for qualified participants (3-17 years of age). Funding would allow the Aquatics program to provide approximately 200 free swim lessons to youth residing in Chandler households who qualify, based on the Maricopa County Very Low Income Limits (50% of median income) for Section 8 Housing guidance. Aquatic staff will work with the City of Chandler Housing and Redevelopment Division and the Chandler Unified School District, and will use social media resources to promote this opportunity. (Vice-Mayor Heumann)
Move to amend the proposed FY 2014-15 budget by transferring \$5,000 from one-time General Fund Council Contingency (101.1290.5924) to the Community Services Department, Aquatics cost center, Sponsorships/Donations account (101.4520.5265).
3. Provide \$150,000 for the addition of two unlit “game grade” athletic fields at Chuparosa Park to accommodate more soccer, football and lacrosse practices. The additional fields will assist in meeting the demand for the reservable practice space in Chandler. Operations and maintenance expenses would be absorbed in the Community Services budget. (Councilmember Weninger)
Move to amend the proposed FY 2014-15 budget by transferring \$150,000 from one-time General Fund Council Contingency (101.1290.5924) to the Community Services Department, capital cost center, Park Improvements account, Existing Community Parks Improvements/Repairs project (401.4580.6611.0000.6PR530) for construction of two athletic fields at Chuparosa Park.
4. Provide \$75,000 for additional shade structures at Snedigar Sportsplex. These upgrades will match newer facilities currently in the Valley. The shade structures will increase comfort for spectators during the City’s 39 adult sports leagues and 21 annual tournaments held at Snedigar. This also continues the focus of the Mayor and Council to increase opportunities for more shade at City parks and recreations facilities. (Mayor Tibshraeny)
Move to amend the proposed FY 2014-15 budget by transferring \$75,000 from one-time General Fund Council Contingency funds (101.1290.5924) to the Community Services Department, capital cost center, Park Improvements account, Existing Community Parks Improvements/Repairs project (401.4580. 6611.0000.6PR530) for construction of additional shade structures at Snedigar Sportsplex.
5. Provide \$85,000 for purchase of a new bus for enhanced transit services. Staff is currently working with Valley Metro to modify Route 96 (Dobson Road) to serve one mile of Price Road between Germann Road and Queen Creek Road and to add a minor deviation to service the Intel campus. When combined, the two route modifications add to the running time of the route, creating a potential need for a new bus. Chandler and Valley Metro staff are working together to come up with a solution to service both Price Road and the Intel campus without the need for an additional bus; however, if it is not possible, Chandler would need to purchase a new bus for this service. The estimated cost for a new 40-foot bus is \$560,000. If federal funding is obtained the local match would be approximately \$85,000. If it is not necessary to purchase the bus, the \$85,000 shall be used for other transit opportunities. (Mayor Tibshraeny)

Move to amend the proposed FY 2014-15 budget by transferring \$85,000 from one-time General Fund Council Contingency funds (101.1290.5924) to the Transportation & Development Department, Transit cost center, Motor Vehicles account (101.3340.6310) for the City match for the purchase of a new bus.

6. Provide \$30,000 for restroom improvements at Snedigar Sportsplex in order to eliminate a major source of complaints from facility users and improve the experience for patrons. (Mayor Tibshraeny)

Move to amend the proposed FY 2014-15 budget by transferring \$30,000 from one-time General Fund Council Contingency funds (101.1290.5924) to the Community Services Department, capital cost center, Park Improvements account, Existing Community Parks Improvements/Repairs project (401.4580. 6611.0000.6PR530) for rehabilitation of restrooms at the Snedigar Sportsplex.

USE OF ONGOING COUNCIL CONTINGENCY

No requests submitted.

If you have any questions, please feel free to call me at x2256 or Dawn Lang at x2255.

Attachment

c: Marsha Reed, Assistant City Manager
Department Directors

SUMMARY OF PROPOSED BUDGET AMENDMENTS FOR FY 2014-15

Amendment Description		Amendment #	\$ Amount	Appropriation Change	
AMENDMENTS PROPOSING TO USE COUNCIL ONE-TIME CONTINGENCY (\$325,000 AVAILABLE)				\$325,000	
				Less: \$ Amount	
	Funding for the Chandler Education Coalition Early Literacy Campaign. (Vice Mayor Heumann)	1	\$ 10,000	One-Time Council Contingency	\$ (10,000)
	Funding for swim lesson scholarships. (Vice Mayor Heumann)	2	\$ 5,000	One-Time Council Contingency	\$ (5,000)
	Funding for construction of two multi-purpose fields at Chuparosa park (Councilmember Weninger)	3	\$ 150,000	One-Time Council Contingency	\$ (150,000)
	Funding for additional shade structures at Snedigar Sportsplex. (Mayor Tibshraeny)	4	\$ 75,000	One-Time Council Contingency	\$ (75,000)
	Funding for the City's share of the cost for the purchase of a bus to support increased transit service on Price Road. (Mayor Tibshraeny)	5	\$ 85,000	One-Time Council Contingency	\$ (85,000)
	Funding for rehabilitation of restrooms at Snedigar Sportsplex. (Mayor Tibshraeny)	6	\$ 30,000	One-Time Council Contingency	\$ (30,000)
				Subtotal:	\$ (355,000)
				Remaining Balance Available	\$ (30,000)

AMENDMENTS PROPOSING TO USE COUNCIL ONGOING CONTINGENCY (\$75,000 AVAILABLE)		Amendment #	\$ Amount	Source	
				\$	75,000
				Less: \$ Amount	
	===== None =====		\$ -	Ongoing Council Contingency	\$ -
				Subtotal:	\$ -
				Remaining Balance Available	\$ 75,000

AMENDMENTS PROPOSING TO USE OTHER SOURCES (TRANSFERS BETWEEN DEPARTMENTS OR PROJECTS)		Amendment #	\$ Amount	Source (Reduce Budget)		\$ Amount
	===== None =====		\$ -			\$ -