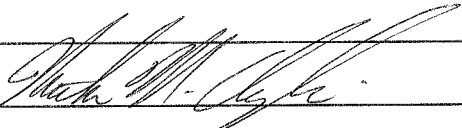


**COUNCIL COMMUNICATION**

<b>DATE:</b> May 10, 2010	<b>AGENDA NO.</b> VII. 8. c	<b>SUBJECT:</b> Resolution No. 6, 2010 authorizing supplemental expenditures for the 2010 end budget.
<b>Department Head:</b>		
<b>City Manager:</b> 		
Nathan M. Cherpeski		
<b>PRESENTED BY:</b> Nathan M. Cherpeski		

**Recommendation**

It is the recommendation of staff to adopt the attached Resolution No. 6, 2010 amending the 2010 budget.

**Background**

As Council is aware, the City’s budget is finalized in early October for the coming year. From the time of adoption to implementation, changes do occur through day to day operations. The City has received several grants:

Grant	Amount
Police equipment grant	\$22,215
Internet Crimes Against Chil prevention grant	8,970
Marketing District Grant for Ranch signage	\$ 2,500
Library Summer Reading Grant	\$ 200
Colorado Tree Coalition Grant	\$ 1,500

The attached amendment will recognize these revenues and authorize the expenditure for these grants.

Additionally, the resolution updates the estimated fund balances listed in the budget ordinance to actual audited balances.

The City needs to upgrade its data storage capabilities. As our technology has grown, we have been running out of storage space for our data. With the move to virtualized servers, data storage becomes essential. We are able to have one server serve as several virtual servers thus reducing our capital expenditures. However with the virtualized environment, local storage is no longer an option as we look into the future growth of our data. IT staff had planned to purchase this much needed storage system as part of an upgrade associated with the new City Hall complex, however with the delay in that project our storage needs continue and need to be addressed.

The SAN (Storage Area Network) will allow for us to move all of the City data to a fast expandable independent storage device. This device will serve as a central depository of all records, and data in a Raid 6 environment (meaning that 2 disk drives could fail simultaneously with no loss of data). Staff also recommends acquiring a NAS (Network Attached Storage) device, while significantly slower that a SAN

device, would serve as an excellent off-site backup device further securing the City from loss of critical information. While tape backup will still be utilized for mission critical data, it does not have the capacity to store the entire City's data store. The NAS device will have enough capacity to backup the entire City's data. The estimated \$18,000 for both devices would come by transferring funds from division 15 (\$18,000) to division 17. There is no net increase to the general fund by moving monies between two operating divisions.

### **Issue Before the Council**

Does the City Council wish to adopt the attached resolution?

### **Alternatives**

Alternative 1. Adopt the attached resolution, making the noted budget changes.

Alternative 2. Amend the resolution, giving staff further direction and adopt it as amended.

Alternative 3. Decline to act at this time and give staff further direction.

### **Fiscal Impact**

The grant expenditures are offset by grant revenues. The transfer between the operating division of the General fund has no net impact on overall spending. It simply allows for more accurate tracking of expenditures and types of expenditures for future budget planning and accountability.

### **Legal Opinion**

The City Attorney will be present for any comments.

### **Conclusion**

The attached resolution will allow the City to address several needs with grant funding and continue to improve overall data security and storage.

**Resolution No.6 - 2010**

A RESOLUTION MAKING SUPPLEMENTAL APPROPRIATIONS AND AUTHORIZING EXPENDITURES IN EXCESS OF AMOUNTS BUDGETED FOR THE CITY OF ALAMOSA IN ORDINANCE 11, 2009 AND KNOWN AS 3rd BUDGET AMENDMENT.

WHEREAS, the City of Alamosa, Colorado, will receive grant funds to offset costs or has accumulated savings to allow an internal fund transfer:

WHEREAS, the City Manager and Recreation Board recommend said monies be appropriated or reappropriated for use in the 2010 budget year:

NOW, THEREFORE, BE IT HEREBY RESOLVED by the City Council of the City of Alamosa, Colorado:

Section 1. There is hereby made a supplemental appropriation from the fund balance or a reappropriation of funds from one division to another, for expenditure in 2010. The following sums of money, or so much thereof as may be necessary, be and the same are hereby appropriated for expenditure by the City of Alamosa, Colorado, for the fiscal year beginning January 1, 2010, and ending December 31, 2010:

Fund	Current Budget	Change		Amended Budget	Source/Note
	(Revenue)	Increase	(Decrease)		
<b>General Fund</b>	\$ 6,827,460	\$ 33,685	\$ -	\$ 6,861,145	Increase Revenue by \$22,215 for a Federal Grant for Police Equipment, \$2,500 from a Marketing District grant for the Alamosa Ranch, \$8,970 for internet crimes against children prevention grant.
<b>Total</b>	<b>6,827,460</b>	<b>33,685</b>	<b>-</b>	<b>6,861,145</b>	<b>Net Increase \$ 33,685</b>

Fund	Current Budget	Change		Amended Budget	Source/Note
	(Revenue)	Increase	(Decrease)		
<b>Community Recreation Fund</b>	\$ 1,335,005	\$ 1,700	\$ -	\$ 1,336,705	\$1,500 from Colorado Tree Coalition for trees grant, \$200 for summer reading grant
<b>Total</b>	<b>1,335,005</b>	<b>1,700</b>	<b>-</b>	<b>1,336,705</b>	<b>Net Increase \$ 1,700</b>

Section 2. There is hereby made a supplemental appropriation from the above revenue sources or fund balance, for expenditure in 2010. The following sums of money, or so much thereof as may be necessary, be and the same are hereby appropriated for expenditure by the City of Alamosa, Colorado, for the fiscal year beginning January 1, 2010, and ending December 31, 2010:

<b>General Fund</b>					
Division	Current Budget	Increase	(Decrease)	Amended Budget	Source Note
02-15 Insurance/Other	\$ 277,500	\$ -	\$ (18,000)	\$ 259,500	Move \$18,000 from division 15 to division 17 to cover needed IT upgrade

02-17 Non-Departmental	\$ 691,380	\$ 18,000	\$ -	\$ 709,380	Receive \$18,000 from division 15 for needed IT upgrade originally planned for the new building, but necessary now. By transferring from accumulated savings within the general fund there is no net impact on the overall general fund budget.
02-21-Police Operations	\$ 1,981,135	\$ 31,185	\$ -		Increase expenditure for federal equipment grant of \$22,215, and 8,970 for the prevention of internet crimes against children (one time revenue and expense)
02-51 Parks	\$ 312,315	\$ 2,500	\$ -	\$ 314,815	Increase Budget by \$2,500 for Ranch signage (off-set by one time grant revenue)
<b>Total</b>	<b>\$ 2,293,450</b>	<b>\$ 33,685</b>	<b>\$ -</b>	<b>\$ 314,815</b>	<b>Net Increase \$ 33,685</b>

**Community Recreation Fund**

	Current Budget	Increase	(Decrease)	Amended Budget	Source Note
19-54 Library	\$ 285,800	\$ 200	\$ -	\$ 286,000	Increase by \$200 off set by one-time Summer Reading Grant
19-66 Recreation	\$ 1,085,890	\$ 1,500	\$ -	\$ 1,087,390	Tree Coalition
<b>Total</b>	<b>1,085,890</b>	<b>1,700</b>	<b>-</b>	<b>1,087,590</b>	<b>Net Increase \$ 1,700</b>

Section 3. There is hereby made an adjustment to the estimated fund balances to the actual audited fund balances available in 2010.

	Estimated Available Fund Balance*	Adjustment-Increase/(Decrease)	Revised Available Fund Balance
General Fund	\$ 1,235,035	\$ 678,666	\$ 1,913,701.00
Enterprise Fund	\$ 1,813,700	\$ (149,356)	\$ 1,664,344.00
Capital Improvement Fund	\$ 2,122,785	\$ 80,434	\$ 2,203,219.00
Cemetery Endowment Fund	\$ 102,330	\$ 8,922	\$ 111,252.00
Economic Development Fund	\$ 116,285	\$ (9,619)	\$ 106,666.00
Firemen's Pension Fund	\$ 1,136,590	\$ 160,737	\$ 1,297,327.00
Conservation Trust Fund	\$ 90,260	\$ (5,983)	\$ 84,277.00
Recreation Debt Service Fund	\$ 310,745	\$ (285,745)	\$ 25,000.00
Employee Benefit Fund	\$ 59,250	\$ 29,736	\$ 88,986.00
Community Recreation Fund	\$ 349,080	\$ 342,060	\$ 691,140.00
Enterprise Debt Fund	\$ 152,625	\$ 69,107	\$ 221,732.00
Police Grant Fund	\$ 27,635	\$ 6,220	\$ 33,855.00

\* estimated at time of budget adoption

Section 4. The supplemental appropriations, adjustments, and transfers herein provided shall constitute the 3rd amendment to the 2010 budget and shall be effective immediately.

APPROVED, PASSED and ADOPTED on this the 19th day of May 2010.

CITY OF ALAMOSA

BY \_\_\_\_\_  
Kathleen J. Rogers

ATTEST:

\_\_\_\_\_  
Judy Egbert, City Clerk