

RESOLUTION NO. 2019-28

A Resolution making a budgetary transfer of resources and appropriation authority for fiscal year 2018-2019 in the Wastewater Capital Fund and Airport Maintenance Fund budgets

RECITAL:

This resolution proposes a budgetary transfer from the Wastewater Capital Fund to the Airport Maintenance Fund due to the unanticipated need to replace the AV Gas Tank and fuel System (fuel tank) at the Airport.

On December 11, 2018, the City Council adopted Resolution 2018-66 declaring an emergency and awarding a contract, in the amount of \$116,878.15, to Mascott Equipment for repairs to the 100LL fuel tank at the McMinnville Municipal Airport. During the process of repairing the tank, a crack in the internal tank hull was discovered, and it was determined that repair of the existing tank was not feasible.

Mascott Equipment has provided a change order cost of an additional \$62,253.13 to demolish the old tank, and to construct, deliver, and place a new 12,000 gallon tank at the airport. All of the new parts ordered for the old tank will be repurposed and installed on the new tank.

The Airport Maintenance Fund does not currently have sufficient resources or appropriations to pay for the additional costs associated with replacing the fuel tank. The Wastewater Capital Fund has reserve funds available to loan to the Airport Maintenance Fund.

ORS 294.468 allows a local government to loan money from one fund to another, provided the loan is authorized by an official resolution. Resolution 2019-27 authorizes a loan in an amount not to exceed \$100,000 from the Wastewater Capital Fund to the Airport Maintenance Fund in order for the Airport Maintenance Fund to pay for the cost of replacing the fuel tank.

This resolution transfers resources and amends the Wastewater Capital and Airport Maintenance Fund budgets to reflect the loan of \$100,000 authorized in Resolution 2019-27.

In the Wastewater Capital Fund, this resolution makes a budgetary transfer of appropriation authority, transferring \$100,000 from contingency to the Transfers Out to Other Funds appropriations category. In the Airport Maintenance Fund, this resolution increases the revenue category, Transfers In From Other Funds, by \$100,000 and increases the capital outlay category, Land Improvements, by \$100,000.

NOW, THEREFORE, BE IT RESOLVED BY THE COMMON COUNCIL OF THE CITY OF McMINNVILLE, OREGON, as follows:

1. Make a budgetary transfer of resources and appropriation authority in the Wastewater Capital Fund:

Wastewater Capital Fund contingency appropriation is decreased by \$100,000 and Transfers to Other Funds appropriation is increased for the loan to the Airport Maintenance Fund

<u>Wastewater Capital Fund:</u>	<u>Amended Budget</u>	<u>Budget Adjustment</u>	<u>Amended Budget</u>
Requirements:			
Materials & Services	\$ 2,151,100		\$2,151,100
Capital Outlay	6,485,000		6,485,000
Transfers to Other Funds	458,203	100,000	558,203
Contingencies	500,000	(100,000)	400,000
Ending Fund Balance	<u>21,457,379</u>	-	<u>21,457,379</u>
Total Requirements	<u>\$31,051,682</u>	-	<u>\$31,051,682</u>

2. Amend the Airport Maintenance Fund budget to reflect the loan from the Wastewater Capital Fund:

Airport Maintenance Fund resources category, Transfers In From Other Funds, is increased by \$100,000 and Capital Outlay category, Land Improvements, is increased by \$100,000 to allow the Airport Maintenance Fund to pay for the cost of replacing the Airport's fuel tank.

<u>Airport Maintenance Fund:</u>	<u>Amended Budget</u>	<u>Budget Adjustment</u>	<u>Amended Budget</u>
Resources:			
Beginning Fund Balance	\$763,883		\$763,883
Intergovernmental	239,333		239,333
Charges for Services	325,900		325,900
Miscellaneous	8,800		8,800
Transfers in from Other Funds	<u>0</u>	<u>100,000</u>	<u>100,000</u>
Total Resources	<u>\$1,337,916</u>	<u>100,000</u>	<u>\$1,437,916</u>
Requirements:			
Materials & Services	\$ 474,433		\$ 474,433
Capital Outlay	257,400	100,000	357,400
Transfers to Other Funds	125,619		125,619
Contingencies	0		0
Ending Fund Balance	<u>480,464</u>	-	<u>480,464</u>
Total Requirements	<u>\$1,337,916</u>	<u>100,000</u>	<u>\$1,437,916</u>

Adopted by the Common Council of the City of McMinnville at a regular meeting held the 23rd day of April, 2019 by the following votes:

Ayes: Drabkin, Garvin, Geary, Menke, Peralta, Stassens

Nays: _____

Approved this 23rd day of April, 2019.



 MAYOR

Approved as to form:



 CITY ATTORNEY