

RESOLUTION NUMBER 2021-02

**A RESOLUTION OF THE MAYOR AND COUNCIL OF
THE TOWN OF PARADISE VALLEY, ARIZONA
AMENDING THE FISCAL YEAR 2020/21 ADOPTED
BUDGET.**

WHEREAS, the Fiscal Year 2020/21 budget was adopted by Resolution 2020-17 on June 11, 2020;

WHEREAS, the budget incorporated a tiered plan to monitor revenues and priorities to be flexible and adaptive to fluidly transition operations as revenues rebound or demands shift;

WHEREAS, “Priority One” expenditures represent the base budget for primary services with spending authority effective July 1; “Priorities Two and Three” contingencies are designed to keep pace with demands that are poised to resume the direction the Town was heading in February 2020 that will be assessed and potentially eased into in the second and third quarters of FY2020/21, respectively;

WHEREAS, budget amendments are consistent with Generally Accepted Accounting Principles (GAAP) and recommended budgeted practices;

WHEREAS, the Town of Paradise Valley’s Adopted Financial Management Policies requires the approval of the Town Council for the use contingency accounts in excess of \$25,000;

WHEREAS, the Town of Paradise Valley’s Adopted Financial Management Policies requires the approval of the Town Council for shifts in appropriations within funds and in departments exceeding \$50,000;

WHEREAS, the Town of Paradise Valley’s Adopted Financial Management Policies require that amendments to the capital improvement fund be approved by the Town Council;

WHEREAS, adjustments do not increase the total budget or enable the Town Council to increase spending in excess of the Adopted Budget or the Annual Expenditure Limitation;

NOW, THEREFORE, BE IT RESOLVED by the Town Council of the Town of Paradise Valley, Arizona, as follows:

Section 1. Record the FY2020/21 budget amendment for “Priority Two and Three Spending Authority” and provide operating budget authority for \$1,187,774 for non-recurring expenditures and \$406,421 recurring expenditures as listed below.

PRIORITY TWO & THREE Spending Authority		Current Budget	Budget Increase	Budget Reduction	Amended Budget
Description					
Non-recurring expenditures					
1	HR programs and study	\$ 55,000	\$ 35,000	-	\$ 90,000
2	Pavement program - Lincoln mill and overlay	1,152,774	1,152,774	-	2,305,548
Total non-recurring expenditures		1,207,774	1,187,774	-	2,395,548
Recurring expenditures					-
3	Operating contingency	668,000	136,058	-	804,058
4	Merit program fully unfrozen	26,030	230,000	-	256,030
5	Police - Emergency manager position (partial year)	-	40,363	-	40,363
Total recurring expenditures		694,030	406,421	-	1,100,451
Contingencies for priorities:					
6	Priority two spending authority	350,323	-	\$ (40,363)	309,960
7	Priority three spending authority	6,557,069	-	(1,553,832)	5,003,237
Total contingencies for priorities		6,907,392	-	(1,594,195)	5,313,197

Section 2. Record the FY2019-20 budget amendment for a “Priority Three Spending Authority” in the amount of \$3,000,000 to encumber resources for payments toward the Public Safety Personnel Retirement System (“PSPRS”); with actual timing of payments pending economic factors and further Mayor and Council direction.

Spending Authority Requiring further Council Direction		Current Budget	Budget Increase	Budget Reduction	Amended Budget
Description					
Non-recurring expenditures					
1	Police - PSPRS Unfunded liability	2,400,000	3,000,000	-	5,400,000
Total non-recurring expenditures		2,400,000	3,000,000	-	5,400,000
Contingencies for priorities:					
2	Priority three spending authority	5,003,237	-	(3,000,000)	2,003,237
Total contingencies for priorities		5,003,237	-	(3,000,000)	2,003,237

PASSED, ADOPTED AND APPROVED by the Town Council of the Town of Paradise Valley this 11th day of February 2021.

TOWN OF PARADISE VALLEY
a municipal corporation

Jerry Bien-Willner,
Mayor

APPROVED AS TO FORM:

ATTEST:

Deborah Robberson,
Acting Town Attorney

Duncan Miller,
Town Clerk