

RESOLUTION NUMBER 2020-34

**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 Town’s direction at February 2020 that will be assessed and potentially eased into in the second and third quarters, 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 Spending Authority”; of the \$3,321,906 of priority two programs, this amendment provides spending authority for \$2,971,583 or 89% with \$2,633,145 for non-recurring expenditures and \$338,438 recurring expenditures as listed below.

PRIORITY TWO Spending Authority		Current Budget	Budget Increase	Budget Reduction	Amended Budget
Description					
Non-recurring expenditures					
1	Community development - General plan	\$ 20,000	\$ 104,900	-	\$ 124,900
2	Police - PSPRS Unfunded liability	-	2,400,000	-	2,400,000
3	Technology - Board room tech upgrades	-	55,000	-	55,000
4	Public works - Sign truck	-	40,245	-	40,245
5	Finance - Town wide service fee study	-	28,000	-	28,000
6	Post Office - seasonal overtime	4,000	3,000	-	7,000
7	Facilities - Zoom in the Community room	-	2,000	-	2,000
Total non-recurring expenditures		24,000	2,633,145	-	2,657,145
Recurring expenditures (potentially)					
8	Operating contingency	600,000	68,000	-	668,000
9	Merit program lump sum award	-	230,000	-	230,000
10	Town Attorney - Personnel (BA for part-time hours)	635,983	17,115	-	653,098
11	Finance - Personnel (BA for part-time hours)	522,453	17,323	-	539,776
12	Town Manager - Special performance awards	2,500	2,500	-	5,000
13	Town Manager - Town reporter	13,000	3,500	-	16,500
Total recurring expenditures		1,773,936	338,438	-	2,112,374
Contingencies for priorities					
14	Total Priority two spending authority	\$ 3,321,906		\$(2,971,583)	350,323

Section 2. Record the FY2019-20 budget amendment for a “Priority Three Spending Authority” of \$1,152,774 to move up the timing of the Lincoln mill and overlay project; authorizing full spending authority and identifying the funding source for this project will occur in the third quarter of the FY2020/21.

PRIORITY THREE Spending Authority		Current Budget	Budget Increase	Budget Reduction	Amended Budget
Description					
Non-recurring expenditures					
1	Pavement program - Lincoln mill and overlay	-	\$1,152,774	-	\$ 1,152,774
Contingencies					
2	Priority three spending authority	\$ 7,709,843	-	\$(1,152,774)	6,557,069

Section 3. Record the FY2020/21 budget amendment for “Current revenue budget monitoring” of \$1,680,424 from the AZCares program that provides funding for public safety and \$392,798 from a localized rebound in retail transaction privilege (sales) taxes boosted by internet sales and partial reopening of hospitality business in Paradise Valley.

CURRENT REVENUE Budget Monitoring		Current Budget	Budget Increase	Budget Reduction	Amended Budget
Description					
Non-recurring revenue					
1	Federal grants - AZ Cares for public safety	-	\$1,680,424	-	\$ 1,680,424
Recurring revenue					
2	Sales tax - (increase in retail category)	9,660,000	\$ 392,798	-	\$ 10,052,798
Contingencies for revenue					
3	Local taxes - Level II contingency	\$ 5,250,000		\$ (392,798)	\$ 4,857,202
4	Grant funding contingency	1,100,000		(1,100,000)	-
5	Other miscellaneous revenue (can use for grants)	918,050		(580,424)	337,626

PASSED, ADOPTED AND APPROVED by the Town Council of the Town of Paradise Valley this 5th day of November 2020.

TOWN OF PARADISE VALLEY
a municipal corporation

Jerry Bien-Willner, Mayor

APPROVED AS TO FORM:

ATTEST:

Andrew M. Miller, Town Attorney

Duncan Miller, Town Clerk