

SUBJECT

BOARD RESOLUTION NO. 22-730

Pertaining to a 2022 Budget Amendment No. 2 to record the increase in spending and financing for certain 2021 Professional Services Agreements and the 2021 PFA Grant for Lead Service Line Replacement program.

BACKGROUND INFORMATION

The 2021 Adopted Budget included amounts for Professional Service Agreements, including the Master Plan-Pump Stations for \$150,000 and Historical Documentation of Plant for \$35,000. Contracts or Purchase Orders for these items were not fully executed by the end of 2021 and the funds were not encumbered or expended and will need to be moved forward to the 2022 fiscal year.

The 2021 Adopted Budget also included \$250,000 grant funds from the MN Public Facilities Authority for work on Lead Service Line Replacement. Spending was \$238,000 through the end of 2021, leaving a grant spending balance of \$12,000 that can be used for additional projects in 2022.

The 2022 budget needs to be increased by a total of \$197,000. The financing for the Professional Service Agreements will come from fund balance and the financing for the Lead Service Line Replacement will come draw down on the 2021 PFA Grant.

The budget amendment provides for an overall increase in financing and spending. The 2022 Budget accounting codes to be revised are included in the attachment.

\$192,056,414	Initially Adopted 2022 Budget
\$ 0	2022 Budget Amendment No. 1- Neutral change
\$ 197,000	2022 Budget Amendment No. 2
\$ 192,253,414	Amended 2022 Budget

RECOMMENDATION

Board approval is recommended.