

## SUBJECT

### BOARD RESOLUTION NO. 19-1778

Pertaining to a 2019 Budget Amendment No. 2 to record the increase in spending and financing for the demolition of the Highland Reservoir, pipe assessment, modifications and repairs to buildings and structures, and technology improvements.

## BACKGROUND INFORMATION

The 2018 Adopted Budget included amounts for modifications and repairs to facilities, including the administration building and parking lot for \$97,000 and the Fridley station for \$100,000 and improvements to the distribution operations facility for \$500,000; technology improvements for our customer information system (CIS) and computerized maintenance management system (CMMS) for \$160,000; plans and specifications for the Highland reservoir and an assessment of our prestressed concrete cylinder pipe (PCCP) for \$360,000; and improvements to Sucker Lake under a joint powers agreement with the Vadnais Lake Area Water Management Organization (VLWAMO) for \$30,000 for a total of \$1,247,000.

Contracts or Purchase Orders for these items were not fully executed by the end of 2018 and the funds were not encumbered or expended and will need to be moved forward to the 2019 fiscal year.

The 2019 budget must be increased a total of \$1,247,000. The financing will come from fund balance.

The budget amendment provides for an overall increase in financing and spending. The 2019 Budget accounting codes to be revised are included in the attachment.

\$77,412,786	Initially Adopted 2019 Budget
\$ 250,000	2019 Budget Amendment No. 1
<u>\$ 1,247,000</u>	2019 Budget Amendment No. 2
\$78,909,786	Amended 2019 Budget

## RECOMMENDATION

Board approval is recommended.