

AN ORDINANCE

APPROVING AMENDMENTS TO THE ORIGINAL BUDGET OF THE CITY OF LEON VALLEY, TEXAS, FOR THE FISCAL YEAR OF 2011

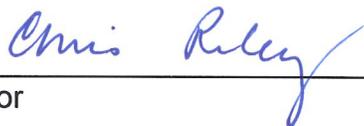
NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LEON VALLEY, TEXAS, THAT:

1. The attached Mayor and Council Communication # 03-07-11 contains an amendment to the original Budgets for the City of Leon Valley, Texas, for the Fiscal Year 2011 a true copy of which is on file in the office of the City Secretary and made a part hereof by reference, are hereby amended and approved and ordered filed in the office of the City Secretary.

ENTERPRISE FUND

2. This ordinance shall become effective on and after it's passage, approval and publication, as provided by law.

PASSED and APPROVED this 15<sup>th</sup> day of March 2011

  
\_\_\_\_\_  
Mayor

ATTEST:

  
\_\_\_\_\_  
City Secretary

APPROVED AS TO FORM:

  
\_\_\_\_\_  
City Attorney



## MAYOR AND COUNCIL COMMUNICATION

DATE: March 15, 2011  
M&C # 03-07-11

**TO:** MAYOR AND CITY COUNCIL

**SUBJECT:** APPROVAL OF A BUDGET ADJUSTMENT TO PURCHASE 35 ACRE FEET (AF) OF WATER RIGHTS FOR \$195,387.

### **PURPOSE**

In December 2009, the City Council was briefed on the continuing need to acquire water rights to support existing demand for water under the Edwards Aquifer Authority rules regarding the use of the Edwards Aquifer. In fiscal year 2010 the City purchased 55af of water rights for \$297,000.

On November 16, 2010, City Council approved a budget adjustment for \$139,563 to purchase 25af of water rights From the Regional Water Resource Development Group (RWRDG).

RWRDG, who is administered by the San Antonio River Authority, has now informed the City that it has additional 35af water rights available for the City to purchase for \$5,500 per af, plus a 1.5% fee that is paid to RWRDG. If approved, the City would purchase a total of 60af of water rights for a total cost of \$334,950.

The total amount of water rights needed by 2015 is 128af. With this purchase the City needs to purchase an additional 68af.

A budget adjustment is needed to purchase the additional 35af of water rights:

Enterprise Fund	\$195,387
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### **FISCAL IMPACT**

The Water Supply Reserve Fund had a fund balance of \$339,733 as of September 30, 2010.

Funding to purchase the water rights is coming from the Water Rights Reserve Fund. On November 16, 2010, Council approved a budget adjustment of \$139,563 to purchase 25af of water rights.

Another budget adjustment in the amount of \$195,387 is now needed to purchase the additional 35af of water rights. The total water rights proposed to purchase is 60af at a total cost of \$334,950.

### **S.E.E Statement**

Social- The purchase of water rights will help to ensure a livable community where adequate potable water is available to all current and future residents.

Economic – This effort obtains additional water rights needed to support the existing and new development in the City of Leon Valley.

Environmental- This effort is part of the Edwards Aquifer Authority plan to protect and enhance the use of the Edwards Aquifer, while protecting wild life.

Approved  \_\_\_\_\_ Disapproved  \_\_\_\_\_

APPROVED WITH THE FOLLOWING AMENDMENTS: \_\_\_\_\_

ATTEST:

  
\_\_\_\_\_  
City Secretary