

AN ORDINANCE

APPROVING AMENDMENTS TO THE ORIGINAL BUDGETS OF THE CITY OF LEON VALLEY, TEXAS, FOR THE FISCAL YEAR OF 2010

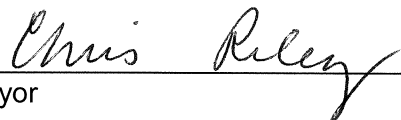
NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LEON VALLEY, TEXAS, THAT:

1. The attached and incorporated Mayor and Council Communication **M&C #1-01-10**, as approved on January 5, 2010 contains amendments to the original Budget for the City of Leon Valley, Texas for the Fiscal Year 2010, as approved by the Leon Valley City Council on August 18, 2009 under Ordinance 09-040. A true copy of said documents are on file in the office of the City Secretary and made a part hereof by reference, are hereby amended and approved and are ordered filed in the office of the City Secretary.

**GENERAL FUND
ENTERPRISE FUND
PARK FUND**

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

PASSED and **APPROVED** this the 5th day of January 2010.



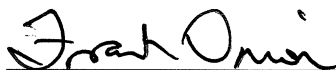
Mayor

ATTEST:



City Secretary

APPROVED AS TO FORM:



City Attorney



MAYOR AND COUNCIL COMMUNICATION

DATE: January 5, 2010
M&C: # 1-01-10

TO: MAYOR AND CITY COUNCIL

SUBJECT: REQUEST FOR APPROVAL OF BUDGET ADJUSTMENTS FOR THE FOLLOWING:

- A. Litigation legal fee expenses - \$380 - General Fund (Feutz)
- B. Property purchase authorized December 15, 2009 by City Council - \$33,494 - Park Fund (Vick)
- C. Purchase authorized by Council on December 1, 2009 of 55 acre feet of water rights - \$297,000 - Enterprise Fund (Stolz)
- D. For library material purchases from Loan Star Grant funds - \$6,946 - General Fund (Trent)

PURPOSE

A. Litigation legal fee expenses - \$380 - General Fund (Feutz)

To amend the FY 2010 budget to provide funding for incurred legal fees for the litigation with the Elijah Group, Inc. For the months of November and December 2009, the City Attorney's office has billed additional hours worked on the City's behalf for this litigation. Funding for the legal expenses will come from the General Fund Reserve. Council previously approved budget adjustments totalling \$7,975 since November 2008 for this case

General Fund + \$ 380

B. Property purchase authorized December 15, 2009 by City Council - \$33,494 - Park Fund (Vick)

To amend the current year fiscal budget to provide funding to purchase 2.2 acres of land located at 6916 Poss Road. On December 15, 2009 Council authorized the purchase of this land. Funding for the land is coming from the Park Reserve.

General Fund + \$33,494

C. Purchase authorized by Council on December 1, 2009 of 55 acre feet of water rights - \$297,000 - Enterprise Fund (Stolz)

To amend the FY 2010 budget to provide funding for the purchase of 55 Acre Feet of water rights. On December 1, 2009, Council was notified that RWRDG had obtained an offer to sell 55 a.f. of water rights to the City of Leon Valley for \$5,400 per acre foot. It was explained at that time that the cost to purchase this asset is 55 af x \$5,400 per af, for a total of \$297,000. The additional 1.5% fee (\$4,455) to be paid to RWRDG, acting as our agent, is already covered under the current budget. Council approved moving forward with the purchase under M&C # 12-04-09. Funding will come from reserve account to purchase water rights.

Enterprise Fund +\$297,000

D. For purchase of library equipment, programming, and training from Loan Star Grant funds - \$6,946 - General Fund (Trent)

To amend the FY 2010 budget to allow for the purchase of Library equipment, programming, and training expenses. The Library has been awarded a Loan Star Grant, a Texas State Library Grant. Funding for the equipment, programming, and training will

come from this grant.

General Fund

+ \$6,946

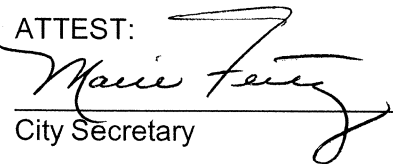
S.E.E. IMPACT

- A. *Social Equity* – Legal proceedings will uphold equal application of the zoning laws to all. *Economic Development* – Upholding the zoning laws preserves city standards for business development. *Environmental Stewardship* – n/a.
- B. *Social Equity* - The purchase of water rights helps to insure ample water supply for all in Leon Valley. *Economic Development* - Without adequate water supply, economic development does not thrive. *Environmental Stewardship* - Preservation of water supply is stewardship.
- C. *Social Equity* - The purchase of this land will provide additional park area for the citizens of Leon Valley. *Economic Development* - Additional park area will encourage patronage to Leon Valley. *Environmental Stewardship* - Preservation of natural area.
- D. *Social Equity* – Improvement in quality and type of services available to residents. *Economic Development* – Increase in materials and equipment available for use by residents in search of employment and local business owners. *Environmental Stewardship* – Improvement in materials and equipment available for environmental education through reading and programming

APPROVED: ✓ DISAPPROVED: _____

APPROVED WITH THE FOLLOWING AMENDMENTS: _____

ATTEST:



 City Secretary