

TO: MAYOR AND CITY COUNCIL

FROM: NEIL JENSEN, City Administrator

SUBJECT: Resolution 2599, Budget Transfer Water Tower Restoration Project

MEETING DATE: December 21, 2021

BACKGROUND

City Council has approved the 2022 Water Tower Restoration Project and the WHKS Engineering Contract. Staff has set up a project line item for the project fund 510 and would like to fund it with the council approved funding of the ARPA of \$221,296.53 (2021 Allocation) and Water Fund -\$365,000. The Water Department had a bond payment (\$365,000) fall off this year in which it freed up that amount for future projects. City Council approved the ARPA funds earlier this year to proceed with the tower project. The second half of ARPA funds will be distributed in 2022.

Tower ring cost for broadband antenna space is being pursued in a grant application with Goodhue County. The current ring on the tower is at full structural capacity. In order to supply the Cannon Falls School District, Goodhue County Park on Lake Byllesby and the surrounding township residents with broadband service the ring would have to be expanded. The surrounding township boards have been contacted to share in the cost of the matching dollars with Goodhue County. It was suggested to use a part of their ARPA money as the match. The grant is for \$85,000. We will see how the grant turns out.

STAFF RECOMMENDATION

Please approve Resolution 2599, the transfer of funds for the Water Tower Restoration Project.

REQUESTED COUNCIL ACTION

Please approve Resolution 2599, the transfer of funds for the Water Tower Restoration Project.

**CITY OF CANNON FALLS
GOODHUE COUNTY, MINNESOTA**

RESOLUTION NUMBER 2599

**A RESOLUTION AUTHORIZING BUDGET TRANSFERS
FOR FUNDING OF WATER TOWER RESTORATION PROJECT**

WHEREAS, the City Council approved to proceed with the Water Tower Restoration Project (project); and

WHEREAS, in order to complete the accounting, the City needs to do a couple of budget transfers for funding of the project; and

NOW THEREFORE BE IT RESOLVED BY THE CITY COUNCIL OF CANNON FALLS, MINNESOTA:

1. That transfers from General Fund 100-333000 to the Water Tower Restoration Project (Fund 510) for \$221,296.53 to be made to cover the necessary costs for the project;
2. That transfers from the Water Fund (601) to Water Tower Restoration Project (Fund 510) for \$365,000 to be made to cover the necessary costs for the project.

**ADOPTED BY THE CITY COUNCIL OF THE CITY OF CANNON FALLS THIS 21st
DAY OF DECEMBER, 2021.**

CITY OF CANNON FALLS

John O. Althoff, Mayor

ATTEST: _____
Neil L. Jensen, City Administrator