



AGENDA MEMORANDUM

First Reading for the City Council Meeting of September 11, 2018
Second Reading for the City Council Meeting of September 18, 2018

DATE: August 22, 2018

TO: Keith Selman, Interim City Manager

THRU: Sylvia Carrillo-Treviño, Assistant City Manager

FROM: Constance P. Sanchez, Director of Financial Services
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Appropriation of Increased Revenue at the City's Warehouse

CAPTION:

Ordinance appropriating estimated increased revenues of \$750,000 to cover projected increased expenses in the City's Warehouse related to the cost of Warehouse merchandise sold; and amending the operating budget by increasing estimated revenues and expenditures by \$750,000 each.

PURPOSE:

The City's Warehouse has shown increased sales this fiscal year. In order to be able to purchase increased merchandise to sell through the remainder of the fiscal year, the projected increase in revenue is being appropriated to cover the projected increase in expenses.

BACKGROUND AND FINDINGS:

The Warehouse Division of the Stores Fund in Financial Services has shown increased sales in Fiscal Year (FY) 2017-2018. It is projected that both revenues and expenses will exceed the amounts budgeted for FY 2017-2018. Even though these increases do not adversely affect the fund balance in the Stores Fund, this amendment is needed to stay in compliance with accounting standards.

ALTERNATIVES:

n/a

OTHER CONSIDERATIONS:

n/a

