



MEMORANDUM Management Services Memo No. 14-024

DATE: OCTOBER 24, 2013
TO: MAYOR & COUNCIL
THRU: RICH DLUGAS, CITY MANAGER
FROM: DAWN LANG, MANAGEMENT SERVICES DIRECTOR
SUBJECT: APPROVAL FOR TRANSFER OF GENERAL FUND NON-DEPARTMENTAL CONTINGENCY APPROPRIATION TO THE AIRPORT OPERATING FUND FOR PAYMENT OF LEGAL EXPENSES IN THE AMOUNT OF \$100,000

RECOMMENDATION: Staff recommends that the Chandler City Council approve the transfer of General Fund Non-Departmental Contingency appropriation (101.1290.5911) to the Airport Operating Fund (635.4100.5215) for payment of legal expenses in the amount of \$100,000.

BACKGROUND: On September 12, 2013 Council approved an amendment to an existing contract with Kaplan Kirsh & Rockwell for legal services related to the Part 16 complaint filed against the City of Chandler. However, the approval did not include an increase in Airport appropriation to pay these additional expenses. In order to provide sufficient spending appropriation a transfer from the Non-Departmental General Fund Contingency is needed, which requires Council approval.

FINANCIAL IMPLICATIONS: Council approval is needed to transfer \$100,000 in General Fund Non-Departmental Contingency Fund (101.1290.5911) to the Airport Operating Cost Center Legal Services (635.4100.5215). If expenses cause the Airport Operating Fund balance to drop below \$0 balance at the end of the year a General Fund subsidy will be transferred to the Airport Operating Fund.

PROPOSED MOTION: Move to approve the transfer of General Fund Non-Departmental Contingency appropriation (101.1290.5911) to the Airport Operating Fund (635.4100.5215) for payment of legal expenses in the amount of \$100,000.

MS Memo No. 14-024

10/9/2013

Page 2

Should you have any questions regarding this information, please contact me at x2256 or Dawn Lang at x2255.

c: Pat McDermott, Assistant City Manager  
Marsha Reed, Assistance City Manager  
Kay Bigelow, Acting City Attorney  
Christine Mackay, Economic Development Director